ANALYSIS OF SOUTH CAROLINA EXPERIENCE IN CONVERTING FROM NABSP TO THE HCFA COMMON PROCEDURE CODING SYSTEM VOLUME I

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Moshman Associates, Inc.



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ANALYSIS OF SOUTH CAROLINA EXPERIENCE IN CONVERTING FROM NABSP TO THE HCFA COMMON PROCEDURE CODING SYSTEM VOLUME I

prepared by

Jack Moshman and Leo Marcus

submitted to
Department of Health and Human Services
Health Care Financing Administration
Office of Research, Demonstrations and Statistics

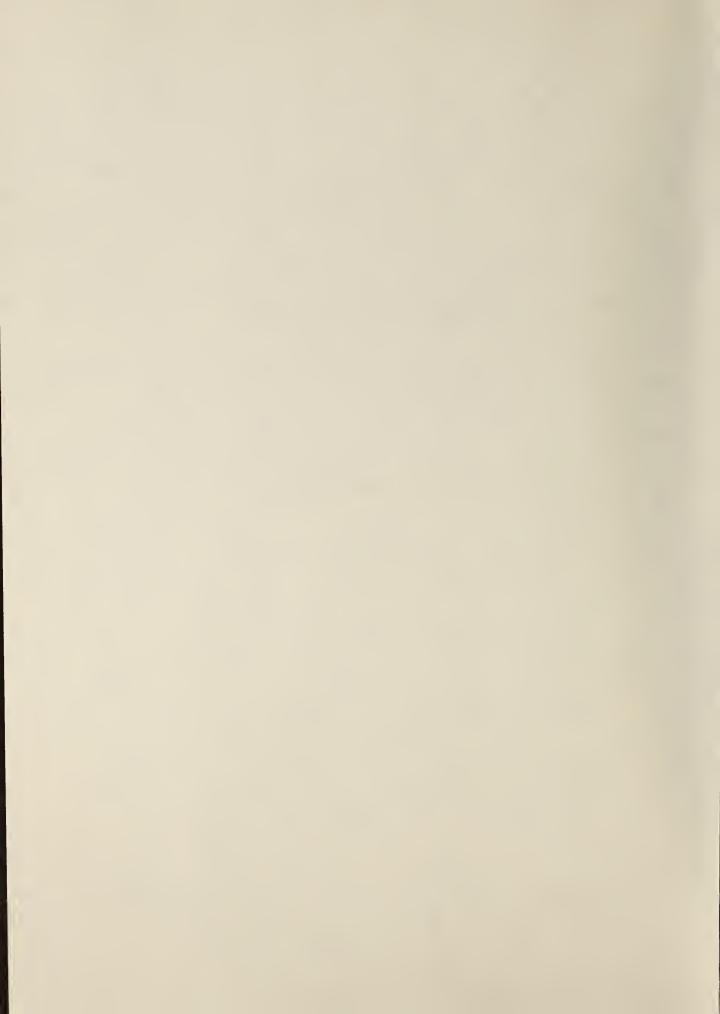
in partial fulfillment of Contract No. 500-78-0013

January 15, 1982

Moshman Associates, Inc. 6400 Goldsboro Road Bethesda, Maryland 20817 Part is 0

This report is made pursuant to Contract No. 500-78-0013. The amount charged to the Department of Health and Human Services for the work resulting in this report (inclusive of the amounts so charged for any prior reports submitted under this contract) is \$838,363. The names of the persons, employed or retained by the contractor, with managerial or professional responsibility for such work, or for the content of the report are as follows: Jack Moshman and Leo Marcus. The amount charged for work relating only to both volumes of this report is \$101,334.

Moshman Associates, Inc.



#### PREFACE

This report is one of a series being produced for the Health Care Financing Administration under Contract Number 500-78-0013.

Reflecting the opinions of its authors, the report was made possible by the coordinated activities of many members of the Moshman Associates staff. Special acknowledgement is made to Jerry Ackerman, Rowena Augustin, James Colliver, John Freund, Lee Gregg, Miriam Jones, Larry Powell and Jane Shepherd.

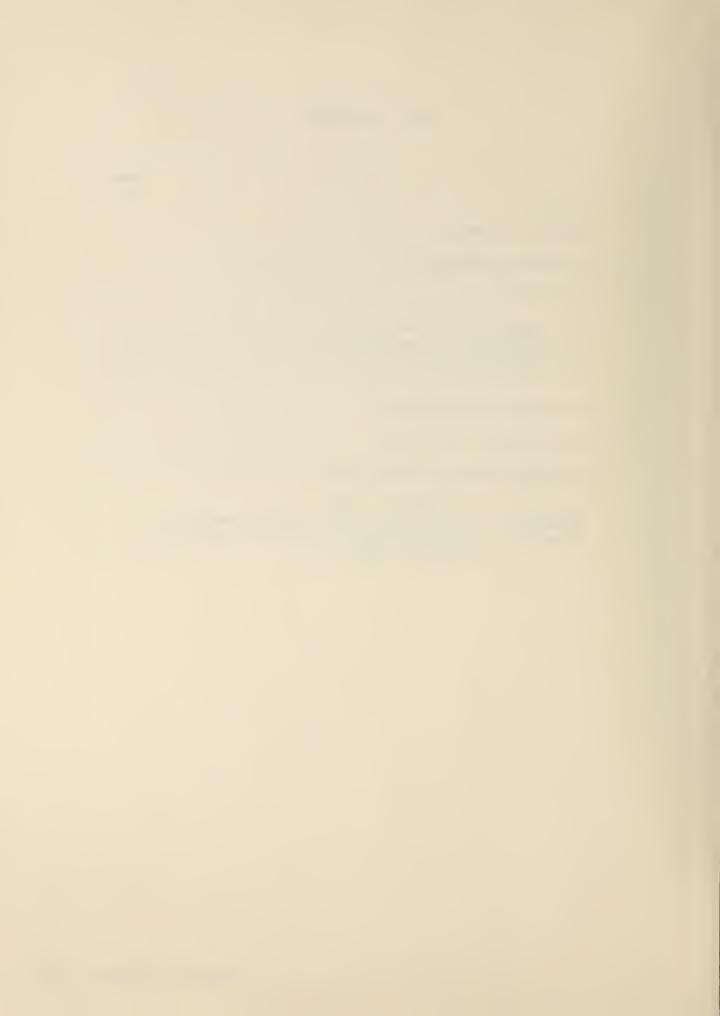
The contributions of the HCFA Project Officer, J. Michael Knefley, were particularly important in providing much encouragement and many suggestions to sharpen the focus and increase the usefulness of the study. His role, also, in bringing together the comments of other HCFA staff on earlier drafts was most helpful.

Finally, we acknowledge with thanks, the cooperation of South Carolina Blue Cross Blue Shield, especially in the person of Linwood Davidson, who provided us with needed data and patiently resolved the inevitable problems and questions as they arose.



# TABLE OF CONTENTS

		Page
	PREFACE EXECUTIVE SUMMARY	. 1
ı.	HISTORICAL BACKGROUND	. 3
II.	ME THO DOLOGY	. 7
	A. Organization of Data  B. Completeness of the Data  C. Statistical Procedures  D. Set Analaysis	13
III.	FINDINGS AND CONCLUSIONS	. 22
IV.	LIMITATIONS OF THIS STUDY	48
٧.	RECOMMENDATIONS AND OBSERVATIONS	. 49
	Appendix A - Description of Sets Appendix B - Distribution of Sets Among Patterns Appendix C - Numerical Tabulations of Data in Figures in Text of Report	



### EXECUTIVE SUMMARY

The processing of Medicare Part B claims is performed for the Health Care Financing Administration (HCFA) by regional insurance carriers which process claims under contract to HCFA. Each carrier uses its own version of medical procedural terminology to describe the activities and services of providers and the associated numerical codes which facilitate the use of computers to process claims.

Many of the existing terminology and coding systems have common origins, but have diverged from each other over the years as each carrier introduced modifications to accommodate new medical and processing procedures.

Considerable interest has been expressed to HCFA by various carriers, by individual providers and by the American Medical Association to convert from the existing medical procedural terminology and coding systems to a new system which better reflects today's medical technology.

South Carolina Blue Cross Blue Shield (SCBCBS) was permitted to convert from its version of the National Association of Blue Shield Plans (NABSP) system to the HCFA Common Procedure Coding System (HCPCS) with the conversion accompanied by an empirical examination of the effects of the changeover. This statistical study was designed to test the hypothesis:



The conversion in South Carolina from the NABSP system to HCPCS is not accompanied by a change in the trend of total allowed payments as adjusted by the economic index.

Confirmation of the hypothesis would be strong evidence that a Medicare carrier can convert to the HCPCS without a consequent escalation in program costs and provides encouragement to HCFA to adopt such a system nationally.

Our examination of the SCBCBS data covering the 36-month period prior to the changeover, the 6-month changeover period and the 12 months after the change had been implemented does not reject the hypothesis. We conclude:

The changeover in South Carolina had no significant adverse effect on the total Medicare outlays. The total dollar amount allowed for payment per month after installation of the HCFA coding system was consistent with the trend of moderate increase exhibited by the total amount allowed per month prior to the changeover.



#### I. HISTORICAL BACKGROUND

In 1980 HCFA proposed testing a variant of CPT-4\* to determine the variant's national applicability as a uniform coding system for reimbursement of claims under Part B of Medicare. (The variant has since become known as the HCFA Common Procedure Coding System (HCPCS)). South Carolina Blue Cross Blue Shield, the Medicare carrier in South Carolina, volunteered to undertake the changeover from its NABSP coding system to HCPCS and to assist in the analysis of the changeover experience. Study of an actual changeover was expected to supplement the predictions previously made by Moshman Associates for HCFA in five carrier regions and to provide more specific experiential information on any increases in outlays associated with the changeover.

The structure of the NABSP medical procedure terminology and coding system used by the South Carolina carrier for reporting physician provided services remained fundamentally constant throughout the period, January 1977 to December 1979. Initially, the carrier processed both Medicare and Medicaid claims, but in April 1979 the State of South Carolina set up its own department for processing Medicaid claims. For

<sup>\*</sup>Physicians Current Procedural Terminology, Fourth Edition (Chicago: American Medical Association) 1977.

<sup>\*</sup>See prior reports "Simulation of the Effects of Changes in Medical Procedural Terminology Systems, Project HCFA 500-78-0013 - Simulation Methodology Using 1978 Medicare Data for: North Carolina, Pennsylvania, New Jersey, Georgia, and Maryland."



the purposes of the changeover study, therefore, only Medicare data was available from SCBCBS; these data served as the basis of this study. South Carolina Medicaid data are being analyzed in a parallel investigation; results will be published later.

The NABSP coding system used by SCBCBS retained its basic structure, but was dynamic throughout the 1977-1979 period. Additions to accommodate new procedures and services as well as policy changes were required. South Carolina is not unusual in this respect; the changes involved are typical of those we have observed in prior projects for HCFA. Virtually every coding system used has been modified by local carriers in every region of the nation.

One major revision to the coding system used by SCBCBS became effective in July 1978. At this time the Durable Medical Equipment section was restructured and the codes completely renumbered. Each 4-digit code for a service in this section was associated with a new service after July 1978. Except for the renumbering of the Durable Medical Equipment section, the structure of the SCBCBS coding system remained unchanged in its essential characteristics during the study period until the change-over was begun in 1980.

The changeover to HCPCS was accomplished in two stages. During the first period, January 1980 to July 1980, providers were permitted to submit claims to the local carrier, precoded with either the NABSP codes or

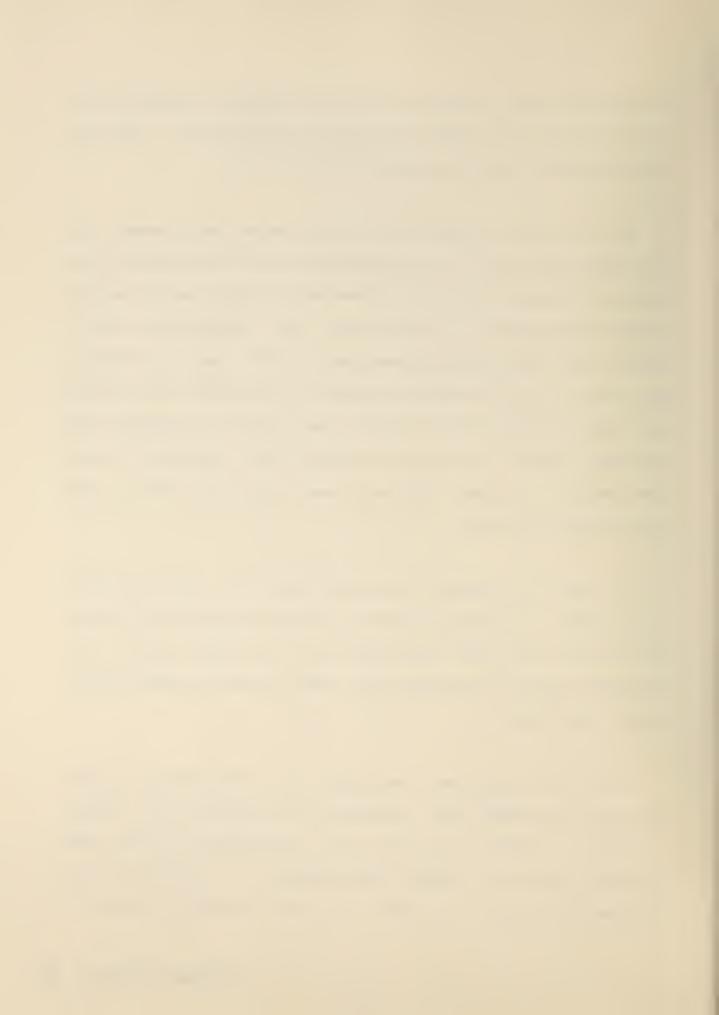


codes from the HCPCS. During this six-month learning or changeover period, the carrier did all their processing using NABSP codes. Claims received with HCPCS codes were recoded with NABSP codes.

The carrier then performed its reasonable charge profile update using the NABSP coded history. Once the Regional Office of HCFA approved this updating methodology, the carrier converted its history and the new reasonable charge profiles to HCPCS coding. This conversion was made by carrier staff using guidelines specified by HCFA. Once the conversion was complete, it was reviewed and approved by both HCFA Central Office and Regional Office personnel before it was used in the SCBCBS claims processing system. By updating the profiles before converting, the carrier insured that payment rates were based upon actual history rather than converted histories.

In July 1980, beginning the second period, the carrier completly adopted HCPCS. All claims precoded by providers with HCPCS were accepted and processed. All other claims, both those with NABSP codes and those containing narrative descriptors, were coded in HCPCS by carrier personnel for processing.

Prior to the conversion to the HCPCS in July 1980, services on claims were coded using NABSP codes. Typically, the procedure, type of service and place of service were coded in the form WWWW-XXXX-Y-Z where WWWW represents the basic 4-character NABSP procedure code, XXXX may be two 2-character modifiers indicating some special condition such as an



evening house call, Y is a one-character Type of Service code whose admissible possibilities are listed on page A-43 and Z is a one-character Place of Service code whose function is self-evident. Services coded with HCPCS codes assume the form WWWW-XXXX-Y-Z where the basic procedure code is now 5 characters permitting more precise description and classification of procedures and services. The structure of Type of Service codes (Y) and Place of Service codes (Z) and modifiers (XXXX) remained the same. In this study, no differentiation among claims on the basis of the XXXX modifiers was made.



#### II. METHODOLOGY

## A. Organization of the Data

The objective of this analysis, i.e., the determination of the existence of an effect on total outlays after conversion in South Carolina from the NABSP coding system to HCPCS, requires only the total claims data without any finer breakdown by procedure code. A micro analysis, based on procedure codes, provides a means of identifying a possible source to explain any identified overall effect, can detect possible compensatory effects at the procedural level and provides a mechanism to restrain adverse effects at that level.

Our micro analysis of the South Carolina data is based on some of our previous efforts in which we classified procedures and services into related groups called "sets". Each set consisted of those codes representing related medical services or procedures. An iterative procedure of defining sets was necessary in South Carolina to achieve stability of variation in frequency and charge data. Within each set, patterns of frequency of services and average charges may be identified during the pre- and post-changeover periods. It is these patterns which become significant to the analysis.

Our initial step in measuring the impact of the changeover on Medicare outlays consisted of following the methodology of the preceding paragraph and dividing all procedures and services into four classes



which were then subdivided into the sets as shown in Appendix A. The major classes were:

I.	Major Physician Services	90 sets		
II.	Assistance at Surgery Services	16 sets		
III.	Anesthesia Services	17 sets		
IV.	Durable Medical Equipment			
	and Other Services	16 sets		
		139 sets		

Major Physician Services were ordered and grouped following the code sequence of CPT-4. This division of services was intitially subdivided into 105 sets, but was later refined by combining all professional components of diagnostic radiology, diagnostic ultrasound, radiation therapy, nuclear medicine and laboratory and pathology into a single set.

For Assistance at Surgery Services and for Anesthesia Services it was necessary to use a broader subdivision of services into sets than for Major Physician Services because of lower frequencies and the desire to attain statistical stability. In these classes of services, each set contained the terminology and codes of one or more of the complete sets in the Major Physician Services category.

After these initial subdivisions were established, consideration was given to the finer details of the South Carolina carrier coding system. As is the case with most carrier systems we have studied, the full identification of a procedure or service in the South Carolina system includes supplemental coding and terminology in the form of Type of Service (TOS)



codes. (These codes are appended to Appendix A on page A-43.) In a few instances in South Carolina, Place of Service (POS) and Type of Providers (TOP) codes were also used to differentiate one service from another. See Sets I-89, Major Physician Services: Special Services-Other Services and IV-11, Hospital-Based Physicians (non-professional component) in Appendix A for examples of the application of POS and TOP codes respectively.

Appendix A also provides the appropriate NABSP and HCPCS codes, with the applicable TOS codes, that were allocated to each of the sets of procedures and services defined for the study of the South Carolina data. The allocation of codes was consistent with the coding system in use during the period of the study. Our allocation was discussed with SCBCBS staff prior to the processing of the data.

When the process of allocation was completed, the sets encompassed the entire SCBCBS system structure and each SCBCBS system code including the TOS and POS characters was assigned to one and only one set.

#### South Carolina Data

The carrier paid claim file was received from SCBCBS in the following segments:

January 1977 through December 1978 January 1979 through February 1981 March 1981 April 1981 May 1981 June 1981.



Each paid claim was in the form of a listing of types of procedures or services provided as "line items," coded in the coding system in use at the time. The claim also indicated the number of services for each line item. For example, a claim that included 3 similar office visits and one injection contained two line items with number of services 3 and 1 respectively.

Data for each of these time periods were submitted to us in a fixed 71-character (byte) record format. Record positions assigned by SCBCBS were as follows:

Field No.	Description	No. of Bytes	Position	Comments
1	Provider Number	10	1-10	
2	Filler	2	11 <b>-</b> 12	
3	Bene-Number (HIC)	12	13-24	
4	Claim-Number	9	25 <b>-</b> 33	
5	NABSP-Procedure-Code	4	34-37	Spaces after July 1980
6	CPT-4 Procedure Code	5	38-42	Spaces for 1977 thru 1979
7	Modifiers	4	43-46	Same for CPT-4 and NABSP
8	Type-of-Service	1	47-47	Same as (7)
9	Place-of-Service	1	48-48	Same as (7)
10	Number-of-Services	3	49-51	
11	Charge-Submitted	6	52 <b>-</b> 57	
12	Charge-Allowed	6	58-63	
13	Assignment-Indicator	* 1	64-64	
14	Adjustment-Indicator	* 1	65-65	
15	Payment-Date#	6	66-71	YYMMDD Format

<sup>\*</sup>The indicators reflect whether the provider accepted assignment and whether any adjustment was made by the carrier.

<sup>#</sup>Payment-date was judged to be more significant for purposes of analysis for two reasons: (1) The coding system used was based on the date the carrier processed the claim rather than date of service, (2) additionally, payments and workload statistics are primarily based on date of payment rather than date of service.



For purposes of this study, providers were classified as either:

- Matched providers, defined as those who submitted claims both before and after the changeover to HCPCS; or
- 2. Other providers.

A provider was included among the matched providers if the data contained at least one claim with matching provider number in each of the two periods:

January 1979 through June 1979 July 1980 through December 1980.

Claims were classified as assigned\* or unassigned for payment purposes. As shown in Figure 1, # over 50% of the service claims during the study period were assigned and over 85% of the services were rendered by matched providers.

Distinctions between matched and unmatched providers and between assigned and unassigned claims were made because of an a priori concern that members of each group could differ from their complement with respect to frequency and/or charge patterns in any set. The relatively small number of providers not in the matched group emphasized the dominating importance of concentrating the analysis on the matched providers. In Chapter III of this report, the equivalence of the assigned and unassigned data is discussed.

<sup>\*</sup>An assigned claim is one in which the provider agrees to accept payment directly from the carrier and to accept the Medicare approved allowed amount as payment in full.

 $<sup>^{\#}</sup>$ For each figure in the text, tables of the plotted numerical values having a table number the same as the corresponding figure are provided in Appendix C.



Frequency of Services, January 1977 - June 1980, Assigned and Unassigned Claims, Matched and Nonmatched Providers.

Frequency of Service Thousands

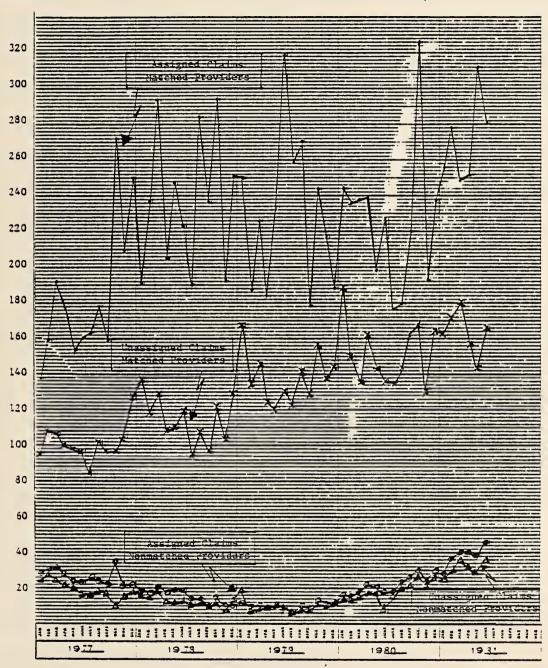


Figure 1



# B. Completeness of the Data

One concern in this study was assuring completeness of the data received from the carrier. Accordingly, a computer program was written to separate and count the claims in the sorted 1977-78 data in each of the eight calendar quarters. These counts were compared with the number of claims reported by SCBCBS in reports previously submitted to HCFA. Additionally, four quarters were selected to test for any seasonal trends in the observed deviations. As is shown below, the deviations were of a minor nature; in general there was close agreement between the number of reported claims and the number of claims on the tapes submitted for the analysis.

Quarter/Year	Number from S.C. Report	Number from Computer Count	Percent Deviation
1/77	216,959	221,474	+2.08
2/78	233,996	225,742	-3.53
3/77	265,195	260,982	-2.33
4/78	247,138	262,465	+6.20
Total:	965,228	970,663	+0.005

This agreement was considered satisfactory.

### C. Statistical Procedures

The essence of statistical inference is to specify a hypothesis and an alternate hypothesis. A test of the hypothesis consists of determining the probability that the observed data are consistent with the hypothesis. If the probability is "low" that the data are consistent with



the hypothesis, then the hypothesis is rejected and the alternate hypothesis accepted. What level of probability is "low" is not a statistical problem; the choice should be based on the tolerable error in rejecting the hypothesis when it is, in fact, valid.

Thus, if one sets the criterion at .05, i.e., if the probability is .05 or less that the observed data could have arisen by chance if the hypothesis is true, there is at most one chance in 20 of incorrectly rejecting the hypothesis and accepting the alternate hypothesis. A level of .05 is a conventional choice and was adopted in our analysis.

The detection of a difference between measures is analogous to the detection of a signal against a background of masking noise which is equivalent to the uncontrolled variability in the data. The greater the amount of noise, the louder the signal must be for reliable detection. When random variability is small, then differences of relatively small magnitudes are sufficient to reject a hypothesis that no difference exists and conclude that there is a statistically significant difference.

The probability one calculates is dependent on the form of the alternate hypothesis. For our investigation we tested

Hypothesis: The conversion in South Carolina from the NABSP system to HCPCS was not accompanied by a change in the level or trend of total allowed payments adjusted for the economic index and seasonal variations.



and the

Alternate Hypothesis: The conversion in South Carolina from the NABSP system to HCPCS was accompanied by a change in the level or trend of total allowed payments adjusted for the economic index and seasonal variations.

We deliberately chose to state the alternate hypothesis in the form quoted above. It is possible to consider that the only meaningful alternative to no change is an increase. If HCFA and the carrier were not able to control the circumstances relating to the introduction of the conversion without an increase resulting, HCFA would be concerned that permitting further conversions would raise the level of Medicare payments to an unacceptable level. If no increase should be found, then HCFA could consider that conversions could be instituted and controlled without expecting a concomitant escalation in costs.

By considering a two-sided alternative, that costs may be reduced as well as increased, we do not prejudge the results of this study and we recognize that if we should demonstrate that costs are reduced, there is a further incentive for HCFA to encourage conversions to HCPCS.

The pre-changeover period of 36 months provides a base by which a change in trend can be measured. Since the post-changeover period covered a July to June interval we selected the largest July to June interval in the pre-changeover period as the base in order to balance any seasonal effects. The base period was selected as July 1977 to June 1979.



Our test of the hypothesis consists of comparing the annual growth rate in the total allowed charges during the 24 months prior to the changeover as described above with the 12 months after the changeover period using the model,

$$y_{i} = A 10^{b(t_{i}-t)}$$
.

The annual growth rate is the quantity  $10^{12b}$  where b is estimated from the assumed model, y is the adjusted value of allowed claims in month  $t_i$ ,  $t_i$  designates the month by numbering each month consecutively after some arbitrary origin such as December 1976, t is the average month number computed from the n months of data and A is a scale factor. The parameter b and its variance are estimated by a standard least squares procedure applied to the logarithmic form of the model,\* i.e.,

$$\log y_i = \log A + b(t_i - t),$$

which provides estimates of log A, b, and s, the standard error of estimate. Variance estimates are also provided for log A and b.

s<sub>b</sub>, the square root of the variance of b, is known as the standard error of b. Because of monthly variations in frequencies, the mix between assigned and unassigned claims, the mix among procedures and services, and even the promptness with which the carrier receives, processes

<sup>\*</sup>Harold Freeman, <u>Introduction to Statistical Inference</u> (Reading, Mass.: 1963), p. 343.



and pays each claim, the monthly total of allowed charges fluctuates from month to month so that b must be estimated in the presence of considerable variation in y. The greater the variation of y, the less the precision in the estimate of b, which is reflected in a larger value of sb than when the precision is high.

If one were to conceptually consider that the period of time analyzed is a sample from many comparable time periods with the same underlying growth rate and level of variation in y, and estimate the growth rate in each such time period, then one would expect about two-thirds of the calculated growth rates to be in the interval  $10^{12(b+s)}$  and about 95percent of the growth rates to be in the interval  $10^{12(b+2s)}$ . These intervals are also known as the 67 and 95 percent confidence intervals for b.

A 95 percent confidence interval for the level of the adjusted allowed amount in some month  $\mathbf{t}_k$  is

anti log 
$$\left[ log A + b (t_k - \bar{t}) + t_{n-2}, \alpha s_e \sqrt{1 + \frac{1}{n} + \frac{(t_k - \bar{t})^2}{n}} \right]$$

where  $t_{n-2}$ , is the critical value of Student's distribution with (n - 2) degrees of freedom at probability level  $\alpha$ .



The hypothesis that the conversion is not accompanied by a change in level or trend of adjusted total allowed payments may be tested by determining whether or not the y values for the post-changeover months are included in the confidence interval whose formula is provided above based on the 36-month pre-changeover period, January 1977 to December 1979.

An additional analysis that is valuable in the test of the hypothesis is to compare the annual growth rate of payments in the post-changeover period with the growth rate of payments established prior to the changeover.

If there exist two independent series of n and m months respectively, which yield respective values of b, say  $b_n$  and  $b_m$ , with respective standard errors  $s_b$  and  $s_b$ , then the hypothesis that the n-month and m-month growth rates are the same is equivalent to testing the hypothesis that

$$b_n = b_m$$

 $\begin{pmatrix} b_n \end{pmatrix}$  and  $b_m$  represent monotonic functions of the growth rates for n and m month periods) against the alternate hypothesis that the growth rates for the two periods differ, i.e.,  $b_n \neq b_m$ .

The hypothesis is tested by calculating

$$t = \frac{\left|b_m - b_n\right|}{\sqrt{s_{b_m}^2 + s_{b_n}^2}}$$



and comparing t with  $t_{m+n-4,\alpha}$ , the critical value of Student's distribution with (m+n-4) degrees of freedom at probability level  $\alpha$ . The critical value is the value which, under the hypothesis, is exceeded by t with probability no greater than  $\alpha$ . Critical values of t are extensively tabulated for many combinations of (m+n-4) and  $\alpha$ .

In the South Carolina study, the actual values of allowed claims for any month were adjusted by dividing by (1) the economic index and (2) a seasonal index reflecting the month of the year.

Values of the economic index were constant over a 12-month period; the following table obtained from HCFA displays the economic index for the period of interest.

Period	Economic Index
January 1977 - June 1977	1.1880
July 1977 - June 1978	1.2725
July 1978 - June 1979	1.3424
July 1979 - June 1980	1.4267
July 1980 - June 1981	1.5289

The seasonal index was obtained by taking the period January 1977 to December 1979 and July 1980 to June 1981 and averaging all 4 Januaries, Februaries, ..., Decembers. This period omits the 6-month changeover period January - June 1980 as being possibly unrepresentative and retains a balance of complete 12-month periods. The average for each of the 12 months is divided by the average for the entire 48 months with the following resulting seasonal indices.



Month	Seasonal Index
January	0.93108
February	0.97296
March	1.09361
Apri 1	1.00583
May	0.96689
June	1.03983
July	0.89961
August	1.01911
September	0.97405
October	1.13757
November	0.94171
December	1.01774

The seasonal index shows, for example, that July typically contains 89.96 percent of an "average" month's total allowed charges, whereas October typically includes 113.76 percent of an "average" month.

These two adjustments remove the effects of the inflationary price levels and of the typical variations among the months of the year.

## D. Set Analysis

The general statistical analysis was supplemented by a micro analysis of set data to detect aberrations or unusual occurrences in monthly frequencies and average allowed charges in each set.

For purposes of this report, this micro-analysis was accomplished by plotting the data and examining the plots of each set visually to determine which of several patterns is represented. The purpose of the micro-analysis was to examine how the conversion affected payments and frequency of service for various medical groupings.



For three important aggregations such as Set I-7, Respiratory System; Set I-53, Office Visits; and All Sets Combined, a graphical comparison between assigned and unassigned claims revealed essentially similar characteristics justifying the use of total claims as the variable of interest in analytical investigations.



## III. FINDINGS AND CONCLUSIONS

Analysis of the South Carolina data proceeded by computing the frequencies of services and total amounts allowed for each month of the study period and by computing the frequencies of services and average submitted charges for each month for the procedures and services within each set.

Figure 2 displays patterns exhibited during the study period. From top to bottom, the curves represent:

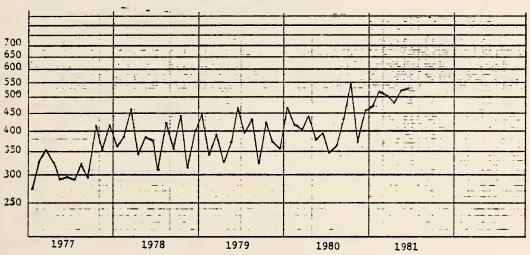
- 1. The frequency of all services for each month;
- 2. The actual dollars allowed for each month;
- 3. The dollars allowed for each month after being adjusted for the economic and seasonal effects;
- 4. The economic index.

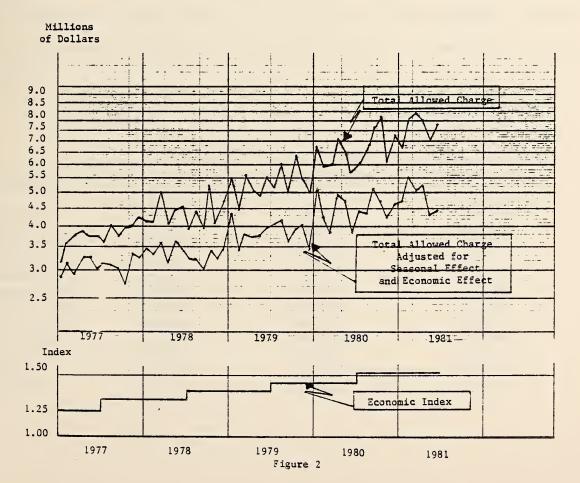
The data are plotted on semi-logarithmic graph paper because data having a constant rate of change are represented by a straight line on such graph paper.

The major concern of HCFA is the effect of the HCPCS conversion in South Carolina on total amount of money paid in Medicare benefits. Since average payment per service is affected by the number of services and—more importantly—the distribution of services among the various sets, total allowed charges were used for the overall comparison.



Frequency of Service Thousands Totals for All Sets - Frequency of Service, Allowed Charge, Total Allowed Charge Adjusted for Seasonal Effect and Economic Effect, and Economic Index.







Fractionating one procedure into two or more newly defined procedures results in a reduced average charge per procedure without affecting total allowed charges. Average charge allowed per procedure enabled us to examine individual sets at the micro level.

Several observations and conclusions follow from consideration of Figure 2 and the underlying data:

1. The post-changeover adjusted total allowed charges fall within the 95 percent confidence intervals computed from the 36-month pre-changeover period January 1977 to December 1979. The following table provides the total adjusted allowed charges for the 12-month post-changeover period July 1980 to June 1981 with the 95 percent confidence interval previously computed.

Month	Confidence Interval Lower Level	Adjusted Total Allowed Charge	Confidence Interval Upper Level
July 1980	3275700	4430961	5313200
August 1980	3298200	4367536	5364000
September 1980	3 3 2 0 5 0 0	5114576	5415100
October 1980	3343100	4722122	5467000
November 1980	3365500	4268466	5519600
December 1980	3388000	4678297	557 3100
January 1981	3 410 500	4722327	5627300
February 1981	3432900	5501915	5682200
March 1981	3455400	5076261	5738000
April 1981	3477800	5246047	5794000
May 1981	3 500400	4804529	5851700
June 1981	3523000	4964291	5909800



2. The post-changeover frequencies of services fall within the 95 percent confidence interval computed from the 36-month pre-changeover period January 1977 to December 1979. The following table provides the frequencies for the 12-month post-changeover period July 1980 to June 1981 with the 95 percent confidence interval previously computed.

Month	Confidence Interval Lower Level	Frequency of Service	Confidence Interval Upper Level
July 1980	312660	349947	579410
August 1980	314140	365955	584130
September 1980	315630	432090	588920
October 1980	317100	544706	593770
November 1980	318550	371230	598710
December 1980	320010	458011	603730
January 1981	321440	474849	608810
February 1981	322860	518421	613960
March 1981	324290	504498	619200
April 1981	325690	481931	624510
May 1981	327090	522328	629900
June 1981	328430	528938	635270

3. The adjusted annual growth rate of total allowed charges experienced after the changeover was not significantly different from the prechange-over annual growth.

The 95 percent confidence interval for the annual rate of increase for total charges allowed adjusted for the economic index and seasonal variation as described in Chapter II, Methodology, during the July 1977 to June 1979 pre-changeover period was (6.2, 18.2) percent. During the 12-month post-changeover period from July 1980 to June 1981 the annual rate of increase was 15.4 percent, well within the pre-changeover confidence interval.



Following the techniques described in Chapter II, Methodology, we use the model parameter b from which the annual rate of increase was calculated. We set  $b_{24} = .00410$  and  $b_{12} = .00519$ . Their respective standard errors are  $s_b = .00097$  and  $s_b = .00243$ . We calculate

$$t = \frac{\begin{vmatrix} b_{12} - b_{24} \end{vmatrix}}{\sqrt{s_{b_{12}}^2 + s_{b_{24}}^2}}$$

$$t = \frac{.00519 - .00410}{\sqrt{(.00243)^2 + (.00097)^2}}$$

$$t = \frac{.00109}{\sqrt{.0000068458}} = \frac{.00109}{.002616}$$

$$t = .417.$$

With 24 + 12 - 4 = 32 degrees of freedom, the 95 percent critical value of t is 2.037 which may be compared to the calculated value of t of .417. Therefore, it may be inferred that the growth rates for the two periods were not significantly different and the hypothesis that both rates of increase are equal is not rejected. In fact, a value of t equal to or larger than .417 may be expected by pure chance more frequently than 50 percent of the time if the hypothesis is valid.

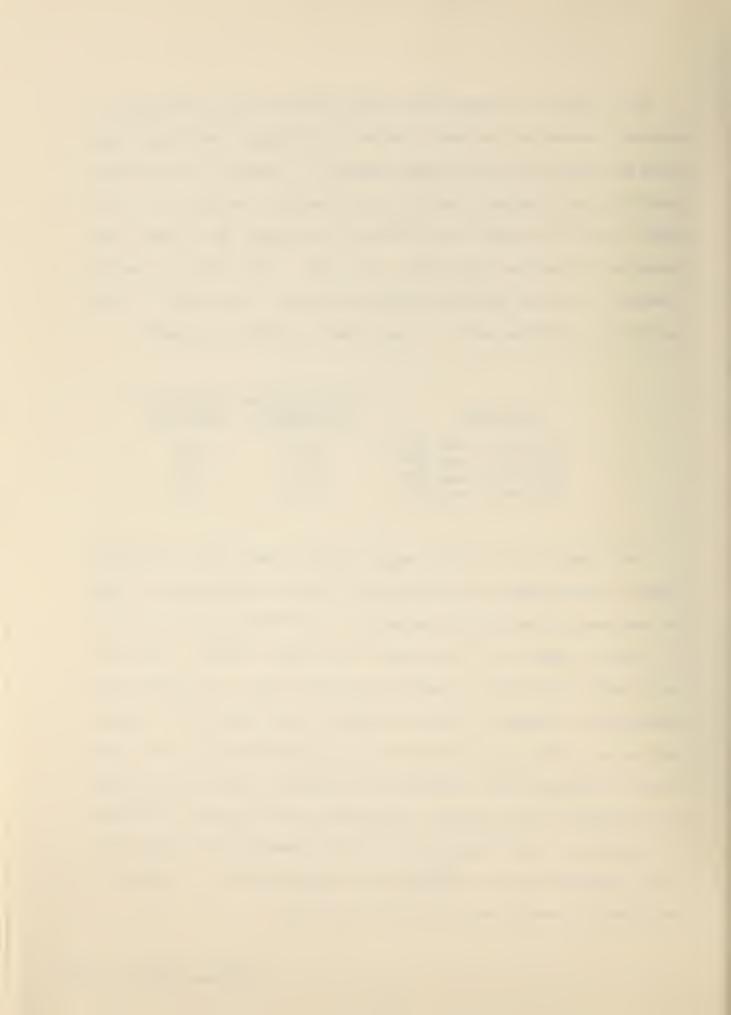
4. The July 1980-June 1981 post-changeover annual growth rate was consistent with the three preceding annual growth rates.



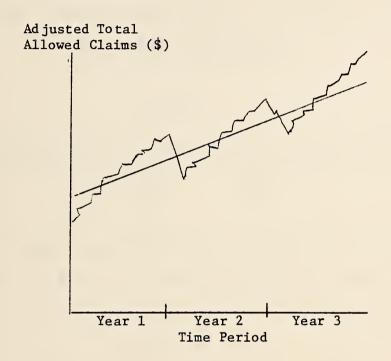
This finding is derived from another approach that reinforces the classical statistical approach. The data are divided into 12-month segments and the growth rates in each segment are compared. To retain comparability among segments, each 12-month segment was taken to be the period from July through the following June because the 12-month post-changeover period was July 1980 - June 1981. The economic index was constant over these specific 12-month segments. The results of this analysis are tabulated below with and without a seasonal adjustment.

Time Period	Annual Percentage (Unadjusted)	
July 1977 - June 1978	24.4	18.5
July 1978 - June 1979	35.4	29.0
July 1979 - June 1980	20.6	14.9
July 1980 - June 1981	21.2	15.4

Even though the third time segment included the 6-month changeover period, it also appears to be consistent with the other periods. During the beginning of the second time period, July 1978-June 1979, there was the coding of Durable radical change in Medical Additionally, the carrier converted from three areas to a statewide area prevailing on February 5, 1978. Therefore, the first period contains pricing using physicians profiles and an area prevailing file for three areas for 7 months, and a 5 month period in which a single statewide area prevailing file was introduced. Represented in the second time period are the effects -- whose magnitudes we could not measure -- of the first full year's operation using a statewide area prevailing file in addition to the effects of restructuring the DME coding system.



The annual data exhibit a sawtooth pattern which, despite the seasonal adjustment, shows higher rates for growth within each 12-month July-June period than comparable growth rates over several years. The data, exaggerated to illustrate the point, take the form



with the straight line reflecting the 36-month trend which obviously climbs at a lower rate than the trend in any one year.

The four annual adjusted growth rates on page 20 may be compared to a 14.4 percent growth rate for the entire 48 months from July 1977 to June 1981.

5. The standard errors of the trend for a one-year period are about 8 times those for a four-year period as may be expected by analysis.



In simplified form, the standard error of b can be written as

$$s_b = \frac{s_e}{\sqrt{\sum X_i^2}}$$

where s is the standard error of estimate and X is the difference between month i and the average month. Now, for 2n + 1 months,

$$\sum x_i^2 = \frac{2n(n+1)(2n+1)}{6}$$

$$\approx \frac{2n^3}{3}$$

If the number of months is quadrupled from, say, 12 to 48

$$\Sigma x_i^2 = \frac{2(4n)^3}{3} = \frac{2n^3}{3} 64$$

Taking the square root of the ratio, we obtain the factor of 8. This is consistent with our data as seen below using the original b and sb units.

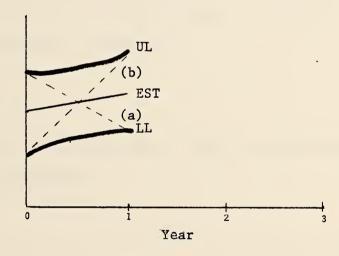
		sb
Time Period	ъ	b
July 1977 - June 1978	.00614	.370
July 1978 - June 1979	.00931	•296
July 1979 - June 1980	.00503	.843
July 1980 - June 1981	.00519	-468
July 1977 - June 1981	.00487	.076

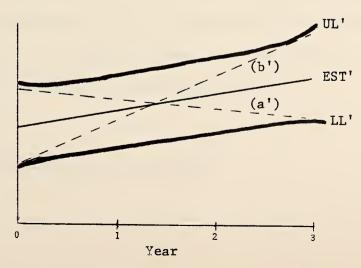
The relatively high standard errors for a one-year period, particularly the post-changeover period, are a reflection of a lack of precision in the post-changeover growth rate. Unlike the standard error of a mean which shows a diminishing return for larger samples, the opposite is true for the standard error of the trend. A sample k times as large as the original



sample reduces the standard error of the mean by a factor of  $k^{0.5}$ . A sample k times as large reduces the standard error of the trend by a factor of  $k^{1.5}$ . Even one year's additional data would reduce the standard error of the post-changeover trend by a factor of  $2^{1.5} = 2.8$  or almost 3. Two years' additional data would reduce the standard error by a factor of more than 5. Thus, a relatively short period of additional data collection would provide considerably more precision in the post-changeover annual growth rate.

The effect of added data on the standard error of the growth rate can be seen by comparing the upper and lower graphs below.







The upper figure based on a one years' data shows estimated outlays (EST) with upper and lower confidence limits (UL and LL) respectively. The growth rate is reflected in the slope of the line EST. Dotted lines (a) and (b) reflect the extremes of the way the estimate can vary and remain within the confidence limits. The lower figure assumes three years similar data with a superscript prime (') differentiating the three year data from the one year data. EST and EST' have the same slope; UL and LL are similar to UL' and LL' respectively. The big difference is in the manner in which (a') and (b') have slopes much closer to that of EST' than do (a) and (b) compared to the slope of EST. This illustrates, geometrically, the smaller standard error, or variation, in the growth rate if the data period is extended.

## 6. No statistically significant change in frequencies of services accompanied the changeover.

The frequencies of services prior to January 1, 1980 increased at a rate of 8.0 percent annually. For the entire 54-month period through June 30, 1981, the annual rate of increase was 9.2 percent, showing no significant change. The growth of South Carolina Medicare beneficiaries from 1976 to 1980 was about 4.3 percent per year.\*

<sup>\*</sup>Personal communication from HCFA staff.



The t-test is not applicable to compare the period prior to January 1980 with the total 54-month period because these two periods overlapped and were not independent. The frequencies for the 12-month changeover period is not directly comparable with prior periods because of three changes in practice which magnified the growth rate during that period:

- Some services at mental hospitals, not previously billed to Medicare, were accepted at that time,
- Psychiatric services were billed at a daily rate after the changeover rather than for an extended period (such as by the week or month) which was the prior practice. This increased the number of such psychiatric services by a factor between 7 and 30 without affecting total allowed charges.
- The HCPCS system permits the usage of more codes than the carrier's previous coding system.

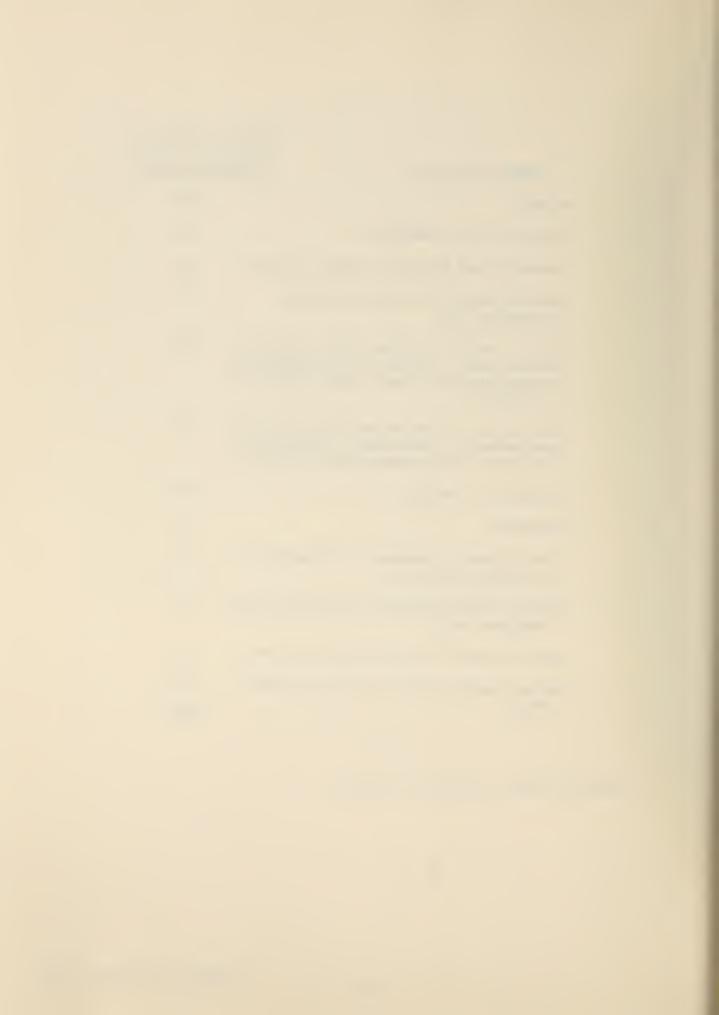
## 7. As a by-product of our analysis, we obtained a frequency distribution of total charges by major class of services.

The following tabulation provides the percentage of total allowed charges associated with each of the indicated classes of services during a representative month (April) in 1981.



Class of Service	Relative Importance (Percent of total allowed charges)	<u> </u>
Surgery	31%	_
Radiology (total service)	1%	
Laboratory and Pathology (total ser	rvice) 3%	
Radiology and Pathology (profession component only)	nal 11%	
Visits, including office, home, hos nursing home, consultations, inje preventive health care, psychiatr	ections,	
chiropractor		
Other Medical Services, including dialysis, 6% ophthalmology, audiology, cardiovascular and other specialized medical services		
Assistance at Surgery	1%	
Anesthesia	4%	
Durable Medical Equipment and Prost and medical supplies	thetics, 5%	
Hospital Based Physicians (non-prof component only)	Sessional 4%	
Other Services, including ambulance	e, etc. 2%	
Non-permissible codes, including adments	ljust- 8%	
	101%*	

<sup>\*</sup>Does not sum to 100% due to rounding.

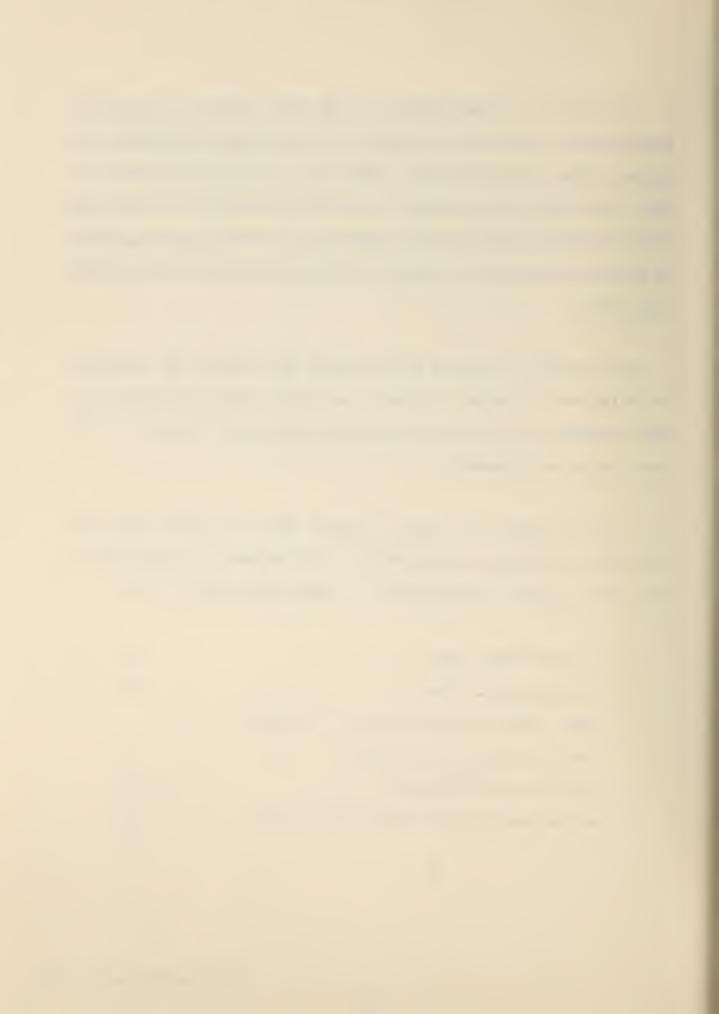


8. In addition to the macroanalysis of the total outlays, we conducted a microanalysis, directing our attention to the patterns of frequency and average charge displayed by data within each set during the study period. Our study of the changeover of medical procedural terminology and coding systems in South Carolina enabled us to identify typical classes of graphs representative of specific behavior patterns which have varying implications.

Our purposes in examining the set graphs was to detect any indication of an increase in outlays, frequency, or average charges associated with the changeover to the HCPCS that may have introduced anomalies in the total outlays or frequencies.

We identified five classes of graphs, which are given below with the relative importance associated with each expressed as a percentage of the dollars allowed, as calculated in a sample month (April) in 1981.

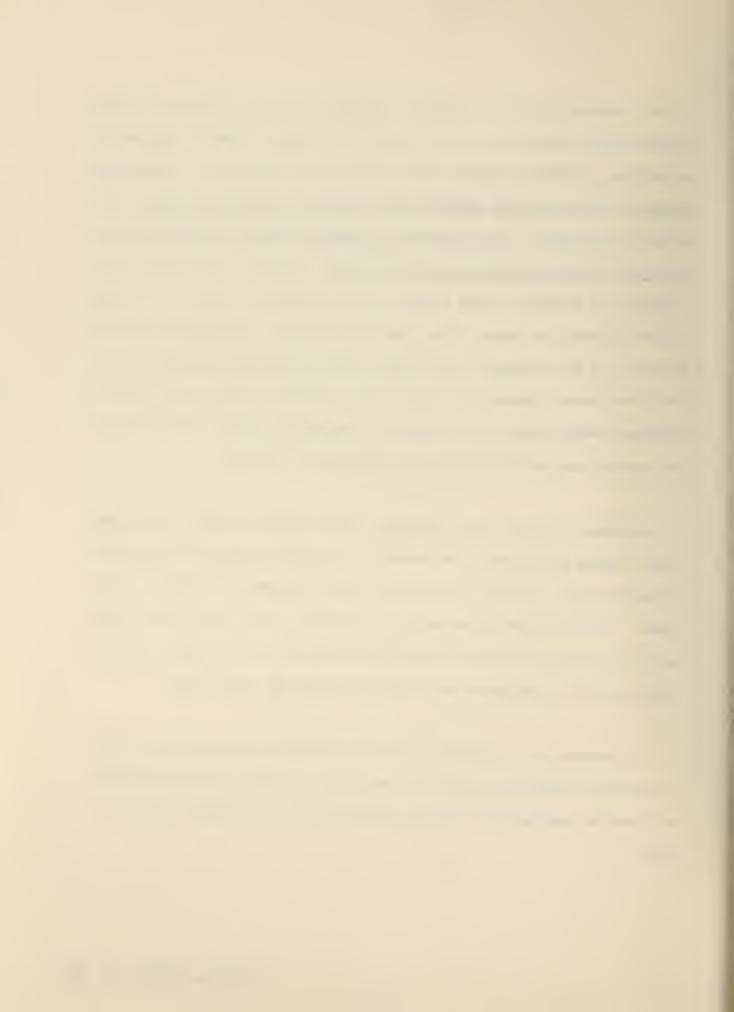
Α.	Parallel charge lines	4 5%
в.	Diverging charge lines	5 0%
c.	Abrupt change in sustained levels of frequency	
	and/or average charge pattern	3%
D.	Partial period frequencies	trivial
Ε.	Low frequencies with erratic average charge	2%
		100%



We observed that the parallel charge lines and diverging charge lines, which account for 95% of the total dollars allowed, represented situations in which Medicare outlays are under control, i.e., either the growth in billed average charges is the same as in allowed charges (parallel charge lines), or the growth in allowed charges is maintained at a lower rate than the growth in billed charges. Parallel charge lines represented the situation where average billed charges per month and average allowed charges per month follow similar patterns of fluctuating growth. Figures 3, 4 and 5 display the average billed and allowed charges for Set I-7, Respiratory System; Set I-53, Office Visits; and for all services combined, respectively, for assigned and unassigned claims. The similarity between both sections of each of the graphs is marked.

Diverging charge lines represent the situation where the average billed charge per month is increasing at a greater rate than the average allowed charge. Figure 6, for Set I-38, illustrates divergent charge lines. All Anesthesia Services sets other than III-11 and III-16, which were characterized by low frequencies and exhibited erratic average charge patterns, displayed the pattern of diverging charge lines.

Our examination of the data, analysis of the coding systems and discussion with SCBCBS personnel has led us to conclude that the following are possible explanations for sets exhibiting the diverging charge pattern:



Comparison of Average Charges in terms of Allowed and Billed, January 1977-June 1981, Set I-7: Meidcare-Services: Respiratory System Assigned and Unassigned Data

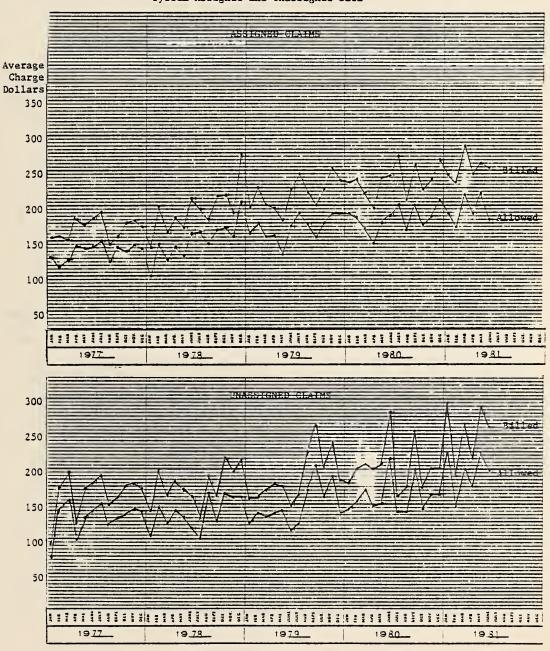


Figure 3



Comparison of Average Charge in Terms of Allowed and Billed, January 1977 - June 1981, Set I-53: Medicine - Services: Office Visits, Assigned and Unassigned Claims

## Assigned Claims

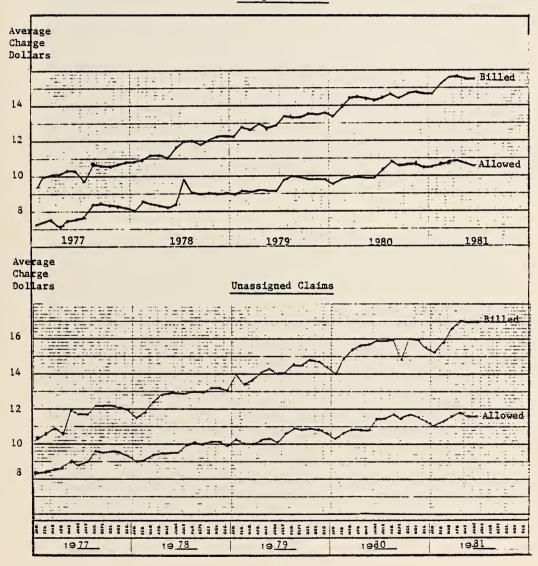


Figure 4



Comparison of Average Charge in Terms of Allowed and Billed, January 1977-June 1981, All Services Combined, Assigned and Unassigned Claims

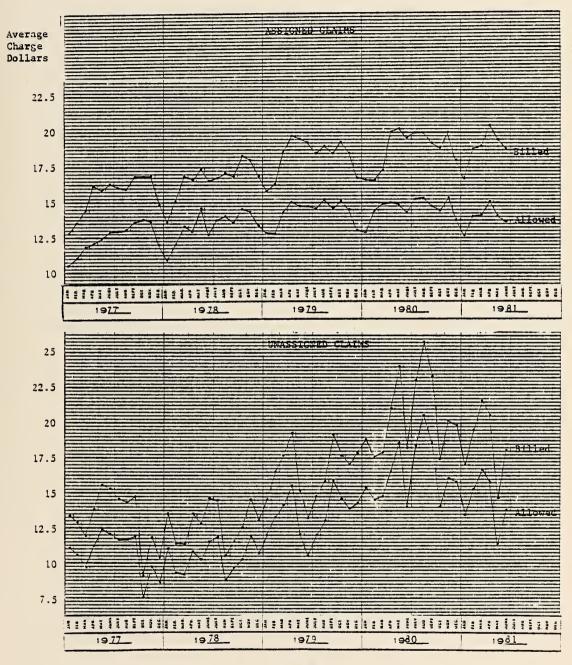


Figure 5



Average Charge Dollars Average Charge for Services Per Month in Terms of Allowed and Billed Charges, January 1977 - June 1981, Set I-38: Diagnostic Radiology - Chest (Professional and Technical).

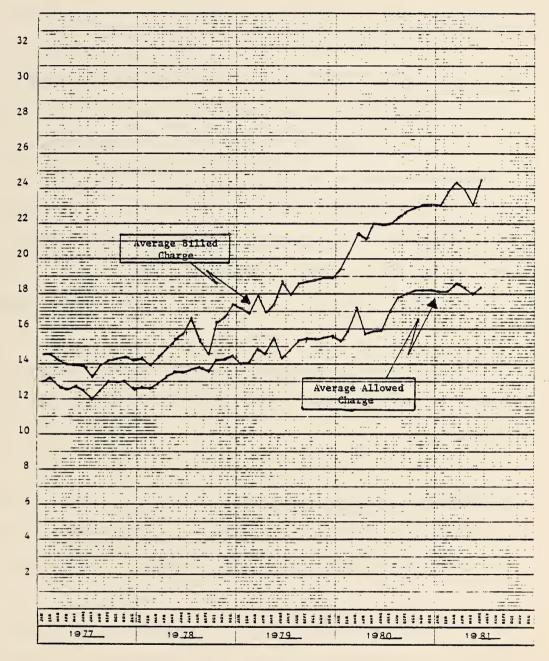


Figure 6

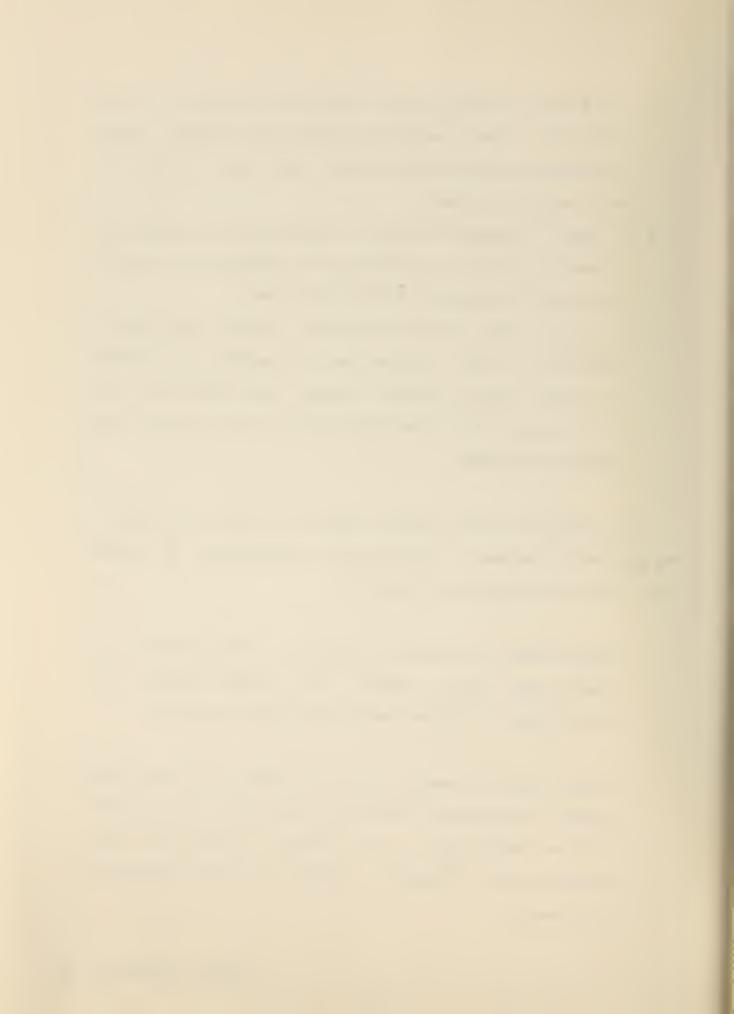
وا



- The HCPCS permitted providers to bill for new levels of service when more complex or complicated services were rendered although reimbursement by HCFA defines only a lower level of service for which payment is allowed;
- A higher reimbursement profile in succeeding years requires physicians to increase the current year's charges even if only a fraction of the charge is reimbursed this year;
- In general, some individual physicians increase their fees to compensate for their increased costs. Frequently, this increase is higher than the general inflation rate incorporated into HCFA's economic index (the limiting factor of the allowed charge lines on the graphs).

The remaining patterns indicate situations in which aberrations in the patterns of frequency or charge warrant investigation. We reviewed some of the aberrant graphs and found that:

- Abrupt changes in frequency of services or average charge can indicate coding errors. Figures 7 and 8 display examples of an abrupt change in frequency and average charge respectively.
- Abrupt changes in average charge can indicate an actual change caused by environmental factors such as changes in laboratories' services, regulations, etc. This pattern of abrupt change identifies the set of procedures or services for which investigation is necessary.



Frequency of Services Per Month January 1977-June 1981 Set I-32: Ocular Adnexa - Eyelids

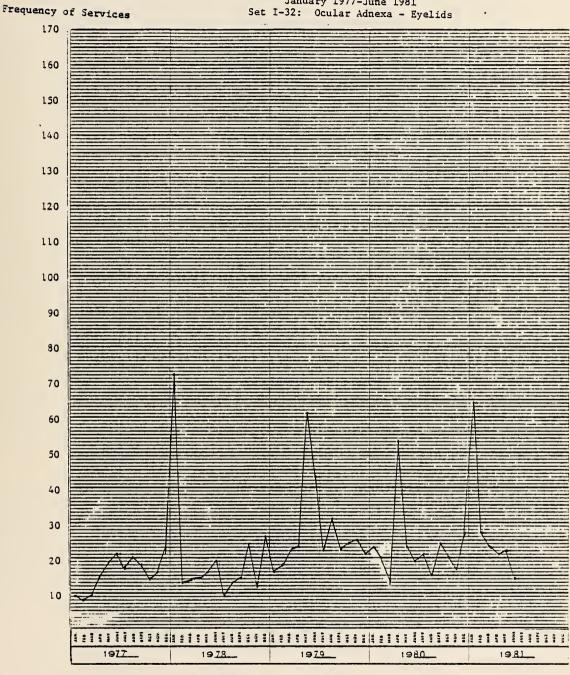


Figure 7



Average Charge for Services Per Month in Terms of Allowed and Billed Charges, January 1977 - June 1981, Set I-50: Laboratory and Pathology - Anatomic Pathology - Cytopathology and Cytogentic Studies (Professional and Technical).

Average Charge Dollars

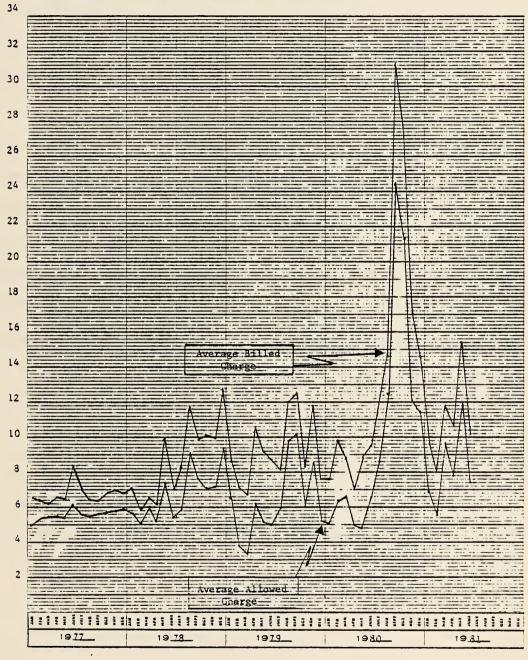


Figure 8



• A graph with partial period frequencies, as exemplified by Figure 9, Set I-64, did not indicate a cessation of services during the observation period. The cause of this pattern is most likely to be a type of coding problem or missing data. In the particular example, the frequency was not sufficient to warrant lengthy examination.

A small percentage of the sets (2%) displayed erratic charge patterns. In all cases, analysis of the data revealed that these were sets with low reported frequencies of service. The sets used in this study were based on medical consistency. The iterative step of combining sets based on frequency of usage was not necessary for evaluating the effect of total outlays and was not completely done. Such an iterative procedure is mandatory if the sets are to be used to monitor a coding conversion. An example of an erratic curve judged to be meaningless because of the low frequency is depicted in Figure 10 for Set I-24.

Some sets resulted in graphs which fit into one of the five general patterns listed on page 31 except for one or more unusual months. Figure 11 for Set I-67 is an example of this type of curve.



Frequency of Services Per Month, January 1977 - June 1981, Set I-64: Prevention Health Care.

Frequency of Service

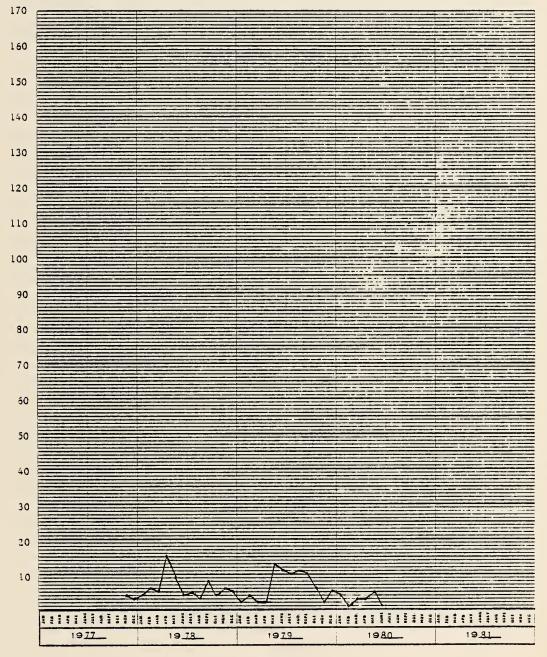


Figure 9



Average Charge for Services Per Month in Terms of Allowed and Billed Charges, January 1977 - June 1981, Set I-24: Maternity Care and Delivery (Including Removal of Hydatidiform Male).

Average Charge Dollars

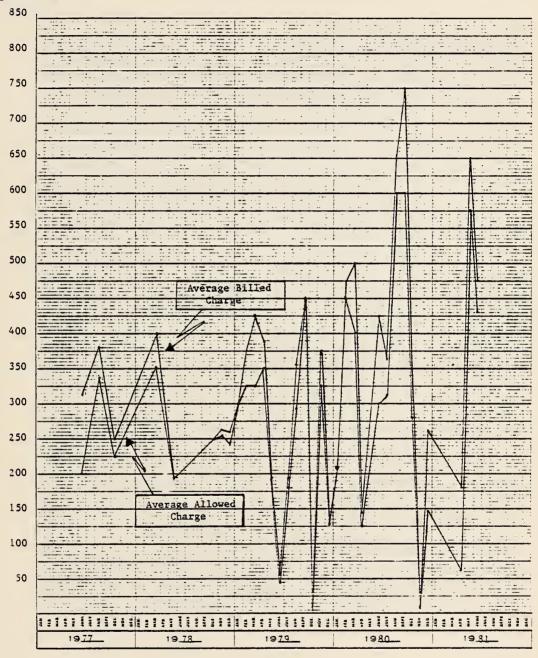
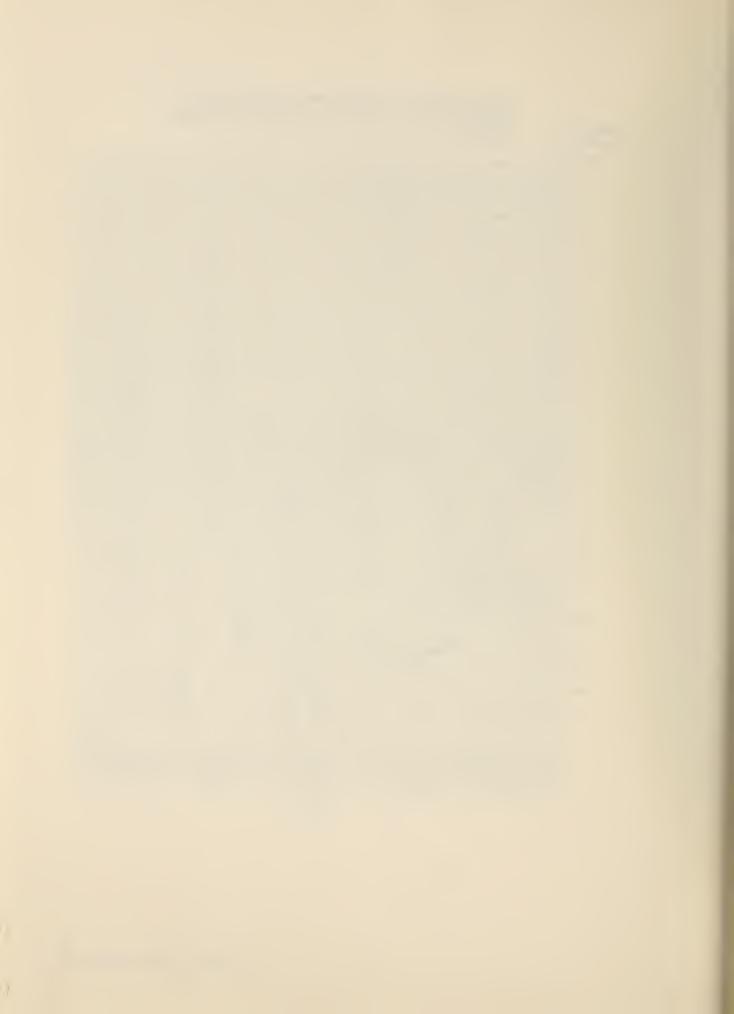
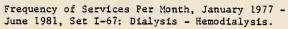


Figure 10





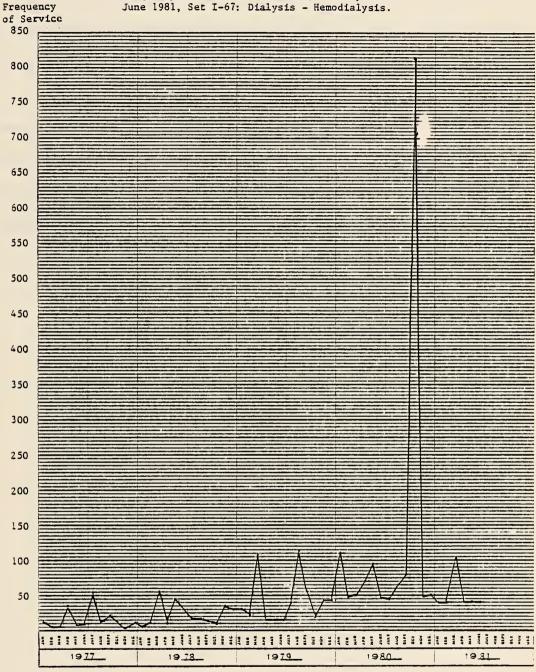


Figure 11



Appendix B contains our assignment of each set to one of the dominant patterns. Volume II of this report contains a complete collection of frequency and average charge—allowed and billed—for sets using assigned and total claims.

A subsequent report by Moshman Associates to HCFA will consider the utility and mechanics of using these patterns and the data of the type graphically portrayed in Volume II as the basis of a automated carrier control mechanism.



## IV. LIMITATIONS OF THIS STUDY

The findings and conclusions discussed in the previous chapter should be considered in the light of the following assumptions made or other limitations.

- The periods included in the analysis are assumed to be random samples from conceptually long periods before and after the changeover. The limited period for which actual data were available may contain a typical event, for which no adjustment was made, and which could modify the results of the analysis.
- The model  $y = A \cdot 10^{b(t-t)}$  was selected for its simplicity and the assumption of a compound rate of growth. Other and more complex models may be applicable.
- The construction of confidence intervals and the use of the t-test are based on the assumption that monthly observations of log y are normally distributed about the regression line with a constant variance. Departures from normality may affect the statistical procedures although the procedures used are robust, i.e., they are relatively insensitive to minor departures from normality.

Moshman Associates, Inc.



## V. RECOMMENDATIONS AND OBSERVATIONS

- 1. We recommend that additional conversions to HCPCS be authorized with an analysis comparable to the one reported herein on SCBCBS. It is important to verify that South Carolina is not unique in this respect.
- 2. If additional carriers are permitted to convert to HCPCS, the South Carolina experience will be a continued source of comparison. In this event, a more precise estimate of the South Carolina growth rate would be desirable. We recommend that two additional years of data collection and analysis be conducted; this will result in a five-fold increase in the precision of the estimate of the South Carolina growth rate.
- 3. The continued analysis of changeover carriers is recommended to ensure that HCFA has sufficient and diverse experience to enable assistance to be extended to other converting carriers to insure that no new escalation in costs ensues.
- 4. Our investigation of the effect of the changeover to HCPCS in South Carolina required us to take a broad view of the adoption of a national and medical procedural coding system by HCFA. Various administrative benefits would accrue to HCFA if HCPCS, with its own extender codes, should be adopted. Implementation of HCPCS would enable HCFA to:



- Reflect medical technological changes in a uniform manner;
- Compare frequency of services among different carriers without the distortions introduced by variations and inconsistencies in the medical terminologies used by local carriers;
- Compare billed and allowed charges among different carriers,
   eliminating the same problem to which reference was made in
   the preceding point;
- Eliminate the unknown effect of the coding system itself when making comparisons among carriers;
- Convert the profile of a provider moving from one area to another by adjusting existing profiles for the HCPCS code by the relative values of charges of the two areas; and
- Eliminate the need for providers moving from one area to another to learn a new code.
- 5. If HCFA adopts HCPCS--or any other system--as a national system, a secretariat will be needed to maintain the viability of the system and to provide for rapid communication to and from carriers on terminological and coding problems. The secretariat's functions would be to:
  - Initiate or receive suggestions for additions, deletions or modifications in terminology;
  - Solicit comments on proposed changes from providers, professional societies, public agencies, carriers and other experts;
  - Evaluate comments and propose changes to HCFA for concurrence, modification or denial;



- Assign codes to new terms;
- Disseminate changes to all carriers and other interested parties including updated pages of coding manuals; and
- Answer questions from carriers on interpretations of HCPCS.

These benefits and obligations should be considered by HCFA in its decision on whether or not to adopt HCPCS as a national system.



APPENDIX A

Description of Sets

Moshman Associates, Inc.



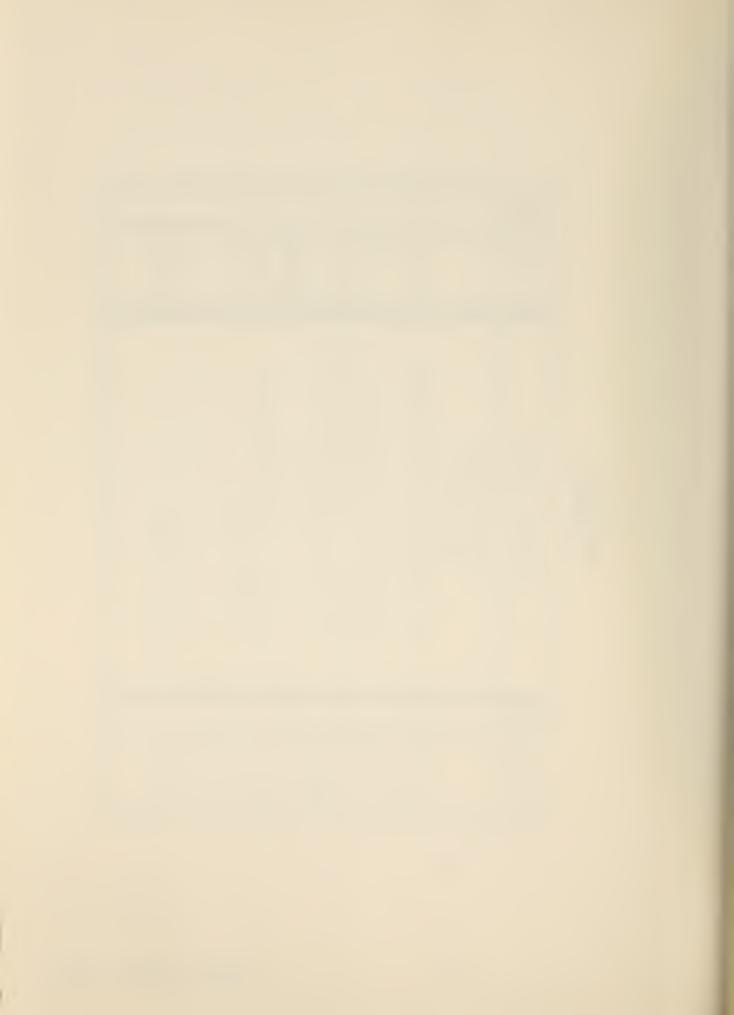
APPENDIX A

NABSP Codes	TOS Codes		Description of Procedures	HCPCS Codes	Tos Codes
			MAJOR PHYSTCIAN SERVICES		
			Surgery (Continued)		
2300-2419	2	8 -1	Cardiovascular System - heart and perteardium	33010-33999	7
2420-2449	7	1-9	Cardiovascular System - excision of thrombus and embolus	34001-34490	21
2450-2559	2	J-10	Cardlovascular System - repair and exploration	35001-35910	2
2560-2562, 2568-2582, 2584-2585, 2599-2749 0799	c1 —	11-1	Cardiovascular System - Introductions, catheterizations, ligations and other vascular procedures	36000-37799 N0072	2
2750-2849	7	1-12	Hewle and Lymphatic Systems	38090-38999	2
2850-2899, 3771-3775	21	1-13	Mediastinum and Diaphragm	39000-39599	7
2900-31 19	51	1-14	Disestive System - upper (dentoalveolar structures, palate, uvula, salivary glands and ducts, pharnyx, adenoids and tonsils)	40490-42999	8
3140~3249	2	1-15	Digestive System - esophagus and stomach	43000-43999	21



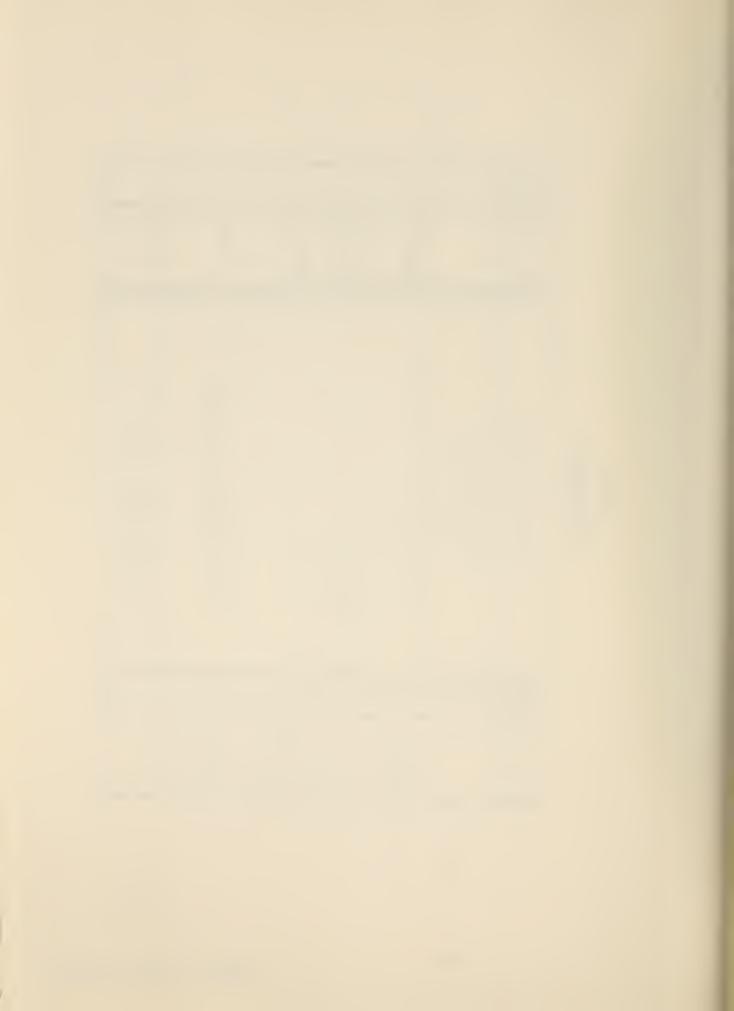
APPENDIX A

TOS Codes		2	21	CI	2	24	۲۱	21	C1	
nopes codes		44000-46999	47000-48999	49000-49999	50010-50980, 75000-75035	51000-52805	53000-53899	54000-55899	56000-58999	
Description of Procedures	MAJOR PHYSICIAN SERVICES SUFBETY (Continued)	1-16 Digestive System - lower (intestines, appendix, rectum and anns)	1-17 Digestive System - liver, biliary tract and pancreas	1-18 Digestive System - abdomen, peritoneum and omentum	1-19 Urinary System - kidney and ureter	1-20 Orinary System - bladder (Including diagnostic procedures)	1-21 Urinary System - urethra	1-22 Male Genitai System	1-23 Female Gentral System	
TOS Codes		2	Ç1	7	2	2	2	2	2	
NABSP Codeu		3250-3440, 3449-3559, 3444	1560-3689	3690-3770, 3777-3799	3800-3949	3950-4089	4000-4149	4150-4449	4450-4799	



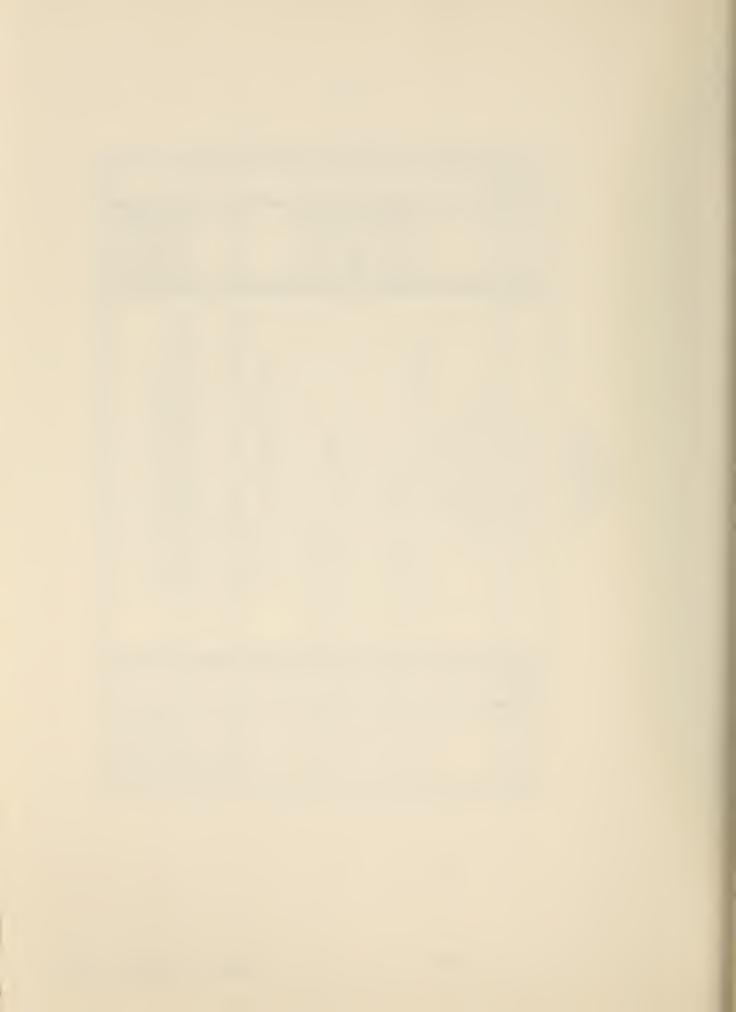
APPENDIX A

TOS		e 6	21	7	7	.2	2	7
IICPGS Codes		59000-59899 N0070	66909-00009	61000-64999	65091-65290	65300-66770	66699-00899	67005-67299
Description of Procedures	NAJOR PHYSICIAN SERVICES <u>Surbery</u> (Continued)	1-24 Naternity Care and Delivery (including removal of hydaridiform male)	1-25 Endocrine System	1-26 Nervous System	1-27 Eye - cycball	1-28 Eye- anterlor segment: cornea, anterlor chamber, anterlor sclera and Irls, ciliary body	1-29 Eye - anterlor segment; lens and other procedures	1-30 Eye - posterior segment: vitreous, retinal detachment and other procedures
TOS Codes		£ 9	7	7.1	ત	2	7	N
NABSP Codes		4800-4899 9800, 9850-9852, 9558	6665-0065	5000-5199 6900	5400-5429, 5431-5436, 5476, 5490, 5491, 5700-5701	5430, 5439-5475, 5477-5489, 5493-5559	5560-5579	5580-5619



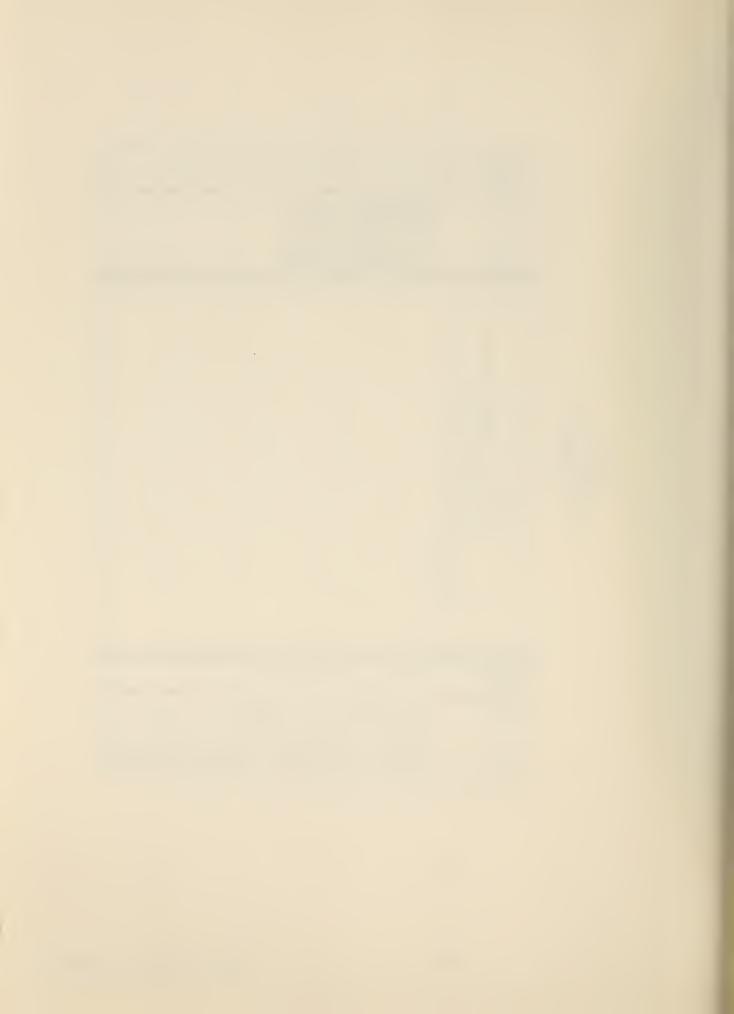
# APPENDIX A DESCRIPTIONS OF SETS (Continued)

20 27									
ToS		2	2	7	7			<b>√</b>	-
HCPCS Codes		67311-67599	67700-67938, 67999, 67950	68020-68399	68899-00589	62669-00069		70002-70470	70002-70470, 71000-71270, 72010-72296, 73000-73660, 74000-74340, 7400-76499
ncec		6731	97.79	7089	)589	9069		7000	70002 71000- 72010- 73000- 74000- 93280
Description of Procedures	MAJOR PHYSTCIAN SERVICES SQFBETY (Continued)	1-31 Ocular Adnexa - extraocular muscles and orbit	1-32 Ocular Adnexa - eyelids	1-33 Ocular Adnexa - conjunctiva	1-34 Ocular Adnexa - Tacrimal system	1-35 Auditory System	Radiology and Pathology and Laboratory	1-36 Diagnostic Radiology - head and neck (professional and technical)	1-37 Professional components of diagnostic radiology, diagnostic ultrasound, radiation therapy, nuclear medicine, and laboratory and pathology
20 E									
TOS		61	2	SI	CI	.5		2	-
NABSP Codes		5620-5669	5670-5699	61.15-1.015	5740-5799	5800-5999		7000-7099, 7585-7586, 7584	7000-7099 7584, 7586, 7584, 7589, 7101-7199, 7200-7249, 7250-1829, 7560, 7593



APPENDIX A
DESCRIPTIONS OF SETS
(Continued)

TOS Codes	<del>2</del>
HCPCS Codes	76500-76999, 93300-93308, 77260-77999, 80003-84999, 85000-8599, 86000-8699, 87001-87999, 87001-87999, 84104-38299, 88104-38299, 89300-88399, 90699 (A)
Description of Procedures	Radiology and Pathology and Laboratory (Continued)  1-37 (Continued)
TOS	<u>-</u>
NABSP Codes	7330–7359, 7361–7399, 7561–7573, 7461, 7459, 7401, 7459, 7401, 7459, 7700–7716, 7700–7716, 7799, 6500–6520, 6599, 6649, 6699, 6649, 6699, 6649, 6860, 8644, 864-8651, 864-8651, 864-8651, 864-8651, 864-8651, 864-8651,



APPENDIX A
DESCRIPTIONS OF SETS
(Continued)

NABSP Codes Co	TOS Codes	Description of Procedures	HCPCS Codes	TOS Codes
		MAJOR PHYSICIAN SERVICES		
		Radiology and Pathology and Laboratory (Continued)		
8360-8459,	2	1-37 (Continued)		
6849, 8962,				
8599, 8997,				
8564, 8581, 8583-8584,				
8586, 8588-8589,				
8591, 8971, 8566, 8654, 8660-8661				
8880-8909, 8920-8931				
8935-8949				
8643, 8645,				
8659, 8662,				
8950-8952,				
8998, 8999, 9853-9854				



APPENDIX A

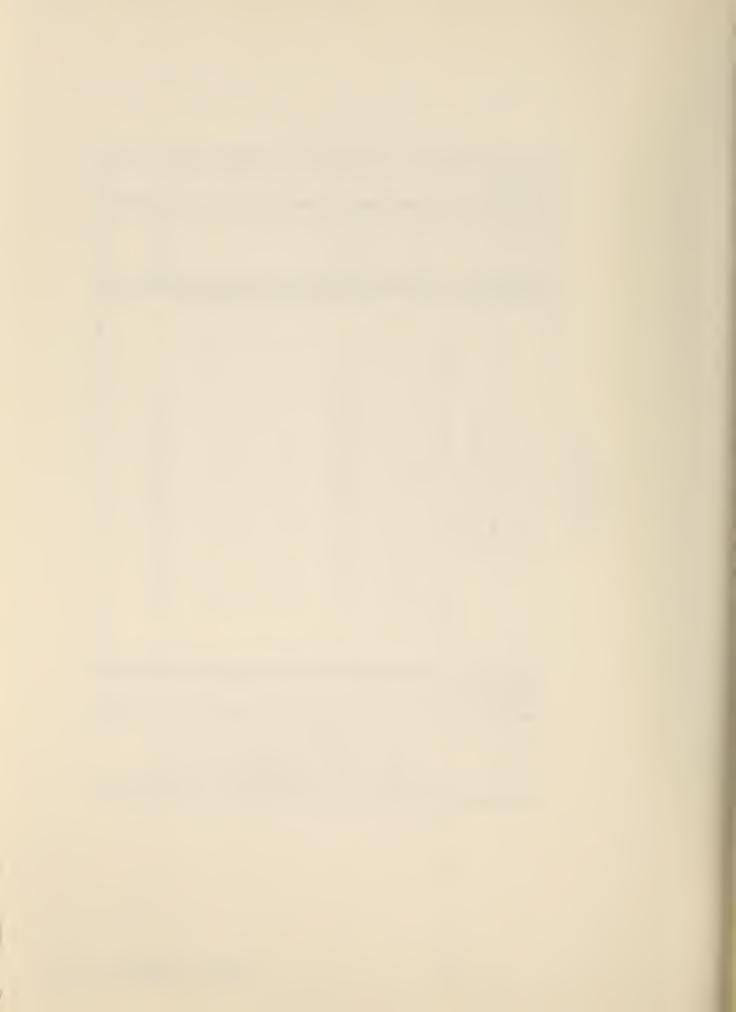
DESCRIPTIONS OF SETS (Continued)

NABSP Godes	TOS Codes		Description of Procedures	Rapoo SOJOII	ros codes
		Ra	MAJOR PHYSICIAN SERVICES Radiology and Pathology and Laboratory (Continued)		
7101-7199,	٠,	1-38	Diagnostic Radiology - chest (professional and technical)	71000-71270	S
7200-7249	\$	1-39	Diagnostic Radiology - spine and pelvis (professional and technical)	72010-72296	5
7250-7329, 7560	S	05-1	Diagnostic Radiology - upper and lower extremities (professional and technical)	73000-73660	5
7330-7359, 7593	2	1-41	Diagnostic Radiology - abdomen and gastrointestinal tract (professional and technical)	74000-74340	٠ .
7361-7399, 7563-7573, 7460-7558, 7559	Ð	1-42	Diagnostic Radiology - urlnary tract, gynecological and obstetrical, vascular system, veins and lymphatics, transcatheter therapy and biopsy and miscellaneous including cardiac fluoroscopy (professional and technical)	74400-76499 93280	5 6, B
7401-7459, 7909, 7400	2	1-43	Diagnostic Ultrasound including Echocardiography (professional and technical)	76500-76999 93300-93308	و ي
7600-7611, 5	a 's	1-44	Radiation Therapy (professional and rechnical)	77260-77999	ત. સ



APPENDIX A
DESCRIPTIONS OF SETS
(Continued)

HABSP Codes Codes	e e	Description of Procedures	HCPCS Codes	ToS
		MAJOR PHYSICIAN SERVICES Radiology and Lahoratory (Continued)		
2 2	ra)	1-45 Nuclear Medicine - diagnostic and therapeutic (professional and technical)	78000-79999	ક 'ડ
÷ ≈ .		1-46 Laboratory and Pathology - chemistry and toxicology (professional and technical)	80003-84999	∞
<b>2</b> 0		1-47 Laboratory and Pathology - hematology (professional and technical)	85000-85999	æ



APPENDIX A

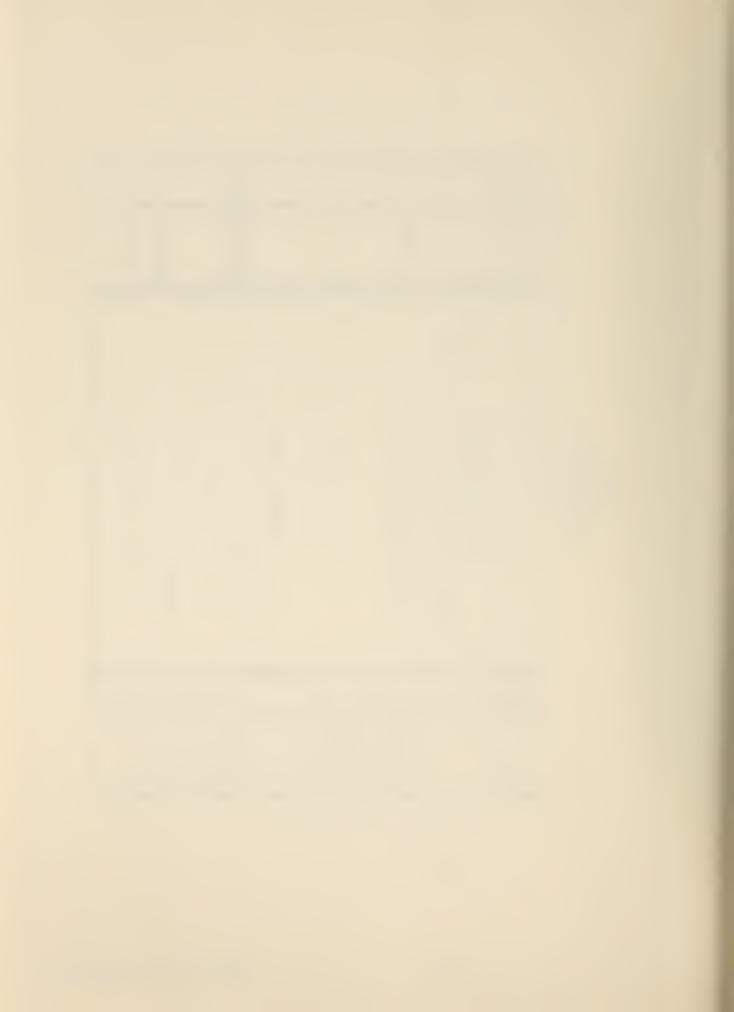
DESCRIPTIONS OF SETS (Continued)

ToS	<b>3</b> 3	83	30	33
liches Codes	86000-86999	87001-87999, P7000	88104-88299	88300-88399
. Description of Procedures	HAJOR PHYSICIAN SERVICES  Kadlology and Parhology and Laboratory (Continued)  1-48 Laboratory and Parhology - immunology - Includes arology, serology, immunolematology and blood banking (professional and technical)	<pre>f-49 Laboratory and Pathology - mtcrobiology - includes     bacteriology, mycology, parasitology and     virology (professional and technical)</pre>	1-50 Laboratory and Pathology - Anatomic Pathology - eytopathology and cytogenetic studies (professional and technical)	1-51 Laboratory and Pathology - surgical pathology (professional and technical)
TOS Codes	÷ 30	æ	æ	ဆ
NABSP Codes	6780-6820, 6849 8962, 8460-8563, 8599, 8997, 8964-8965, 8564, 8581, 8586, 8586, 8581, 8971, 8581, 8581,	8660-8661, 8880-8909, 8654	8920-8931	8935-8949



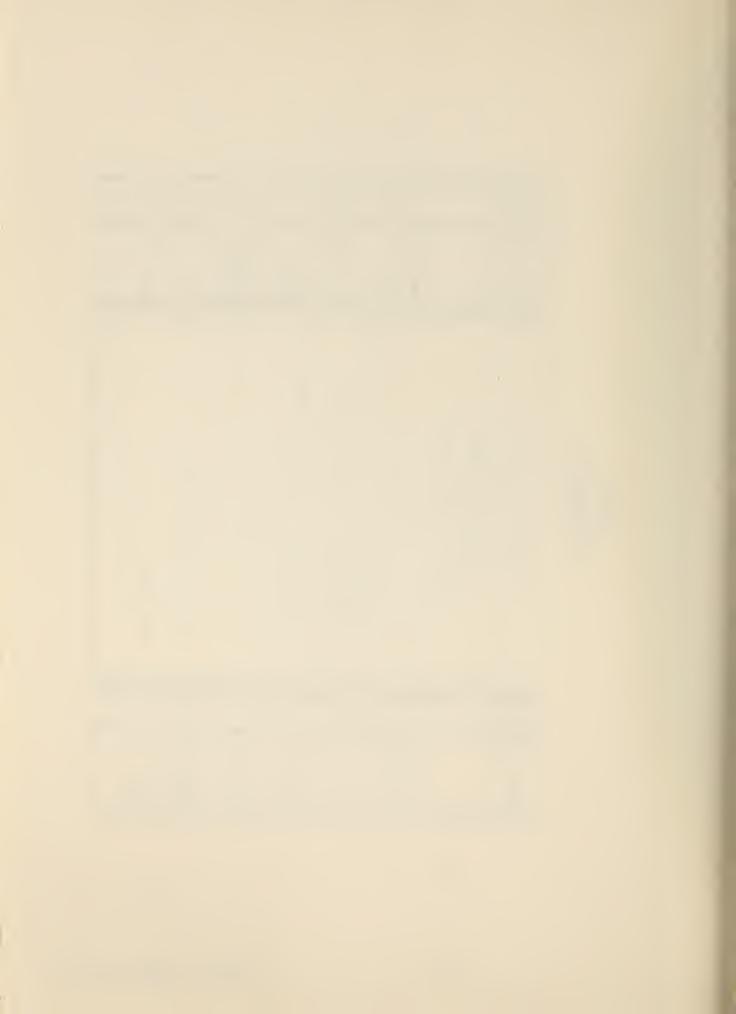
APPENDIX A
DESCRIPTIONS OF SETS
(Continued)

TOS	<b>2</b> 0	o,8,0	o, B, C
HCPCS Codes	89000-89399	90000-90080, 90699(2, 1, B)	90100-90170, 90699(4) 90200-90220
Description of Procedures	MA.10R PHYSICIAN SERVICES  Kadiology and Laboratory (Continued)  I-52 Laboratory and Pathology - miscellaneous (professional and technical)	Nedleine - <u>Services</u> 1-53 Office Visits	1-54 Home Visits 1-55 Hospital Visits - Initial care
TOS	æ ·c	B, 6, C	3,6,8
NABSP Codes	8628-8613, 8616, 8619, 8634, 8645, 8659, 8662, 8669, 8950-8952, 8967-8980, 8997-9854	9020-9029, 9123, 9126, 9120, 9049, 9149	9064-9066, 9069 9070-9072



APPENDIX A
DESCRIPTIONS OF SETS
(Continued)

NABSP Codes	ros Codes		Description of Procedures	HCPCS Codes	TOS
			MAJOR PHYSICIAN SERVICES  Medicine - Services (Continued)		
9074-9076, 907B, 9089	18,6,0	1-56	Nospital Visits - subsequent care	90240-90280, 6,B,C 90699(1)	6,B,C
9080	в,6,с	1-57	Hospital Visits - newborn care (including conference with parent(s))	90285	6, в, с
0606	В, 6, С	1-58	Skilled Nursing Care, Extended Care Facility -	90300-90320	6,B,C
9093-9095, 9098-9099	B,6,C	1-59	Skilled Nursing Care, Extended Care Facility - subsequent care	90340-90370, o.B.C N0030, 90699(8)	0, B, C
9112-9118, 9110, 9119	В, 6, С	09-1	Nursing Home, Custodial Care	90400-90470, N0040, 90699(7)	6, B, C
9120, 9123, 9126, 9144, 9149	C,6,	19-1	Emergency Department Services	90550-90570	o,8,6
9150, 9153, 9169	ວ'ຄ	1-62	Consultations	01,906-00906	2'6



APPENDIX A

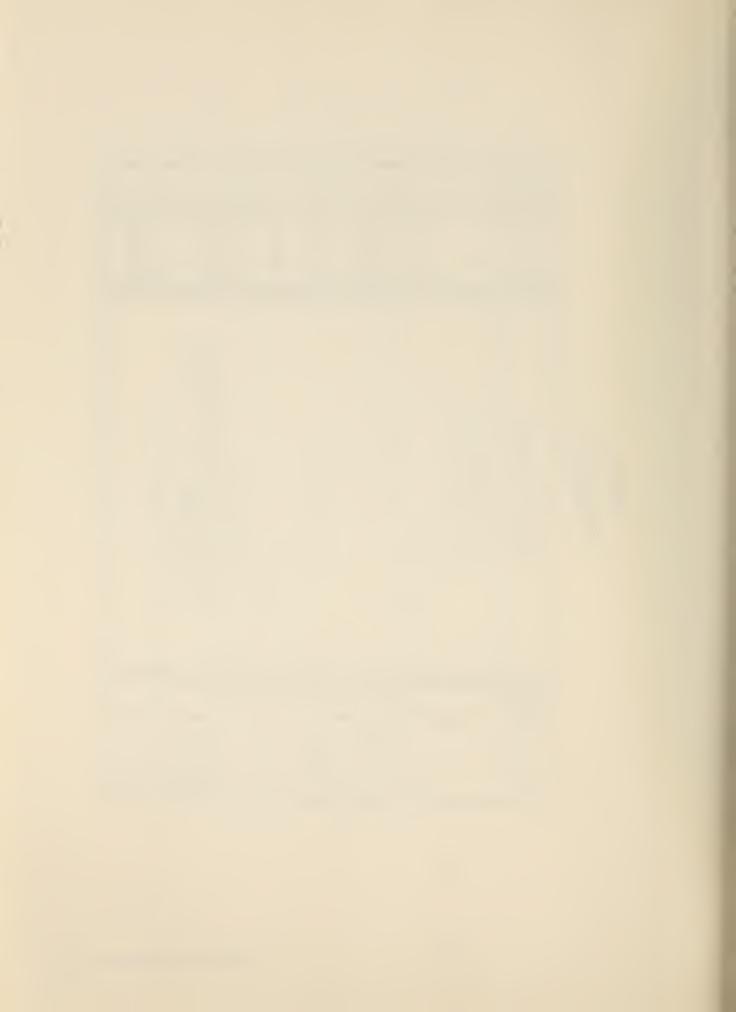
DESCRIPTIONS OF SETS (Continued)

TOS Codes		6, в	6, в, с	o,8,6	c 6,8,6	6,8	б, В	6, В
IICPCS Codes		90790-90798, 90799	90751-90764	90774 N0625	90801-90835, 90843-90899 90699(5,6)	90941-90958, M0916-M0928	90966-90979, N0932-M0937	90990-90999, NO974-NO982, NO949-NO952
Description of Procedures	NAJOR PHYSICIAN SERVICES  Nedicine - Services (Continued)	1-63 hmmnlzations and Therapeutic Injections	1-64 Preventive Health Gare	1-65 Developmental Testing	1-66 Psychlatry - elinical psychlatric diagnostic or evaluative procedures, psychlatric therapentic procedures	1-67 Dialysis - hemodialysis	1-68 Peritoneal Dialysis	1-69 Miscellaneous Dialysis Procedures
TOS Codes		9	в,6,с	ပ	၁	ç	9	9
NABSP Codes		7001-7007, 7476-7499, 7011-7213, 9955-9957, 9565-9568, 9901, 9902,	9040, 9045	9184	9180-9182, 9190-9229	9260-9263	9267-9270	9299, 9290, 9294



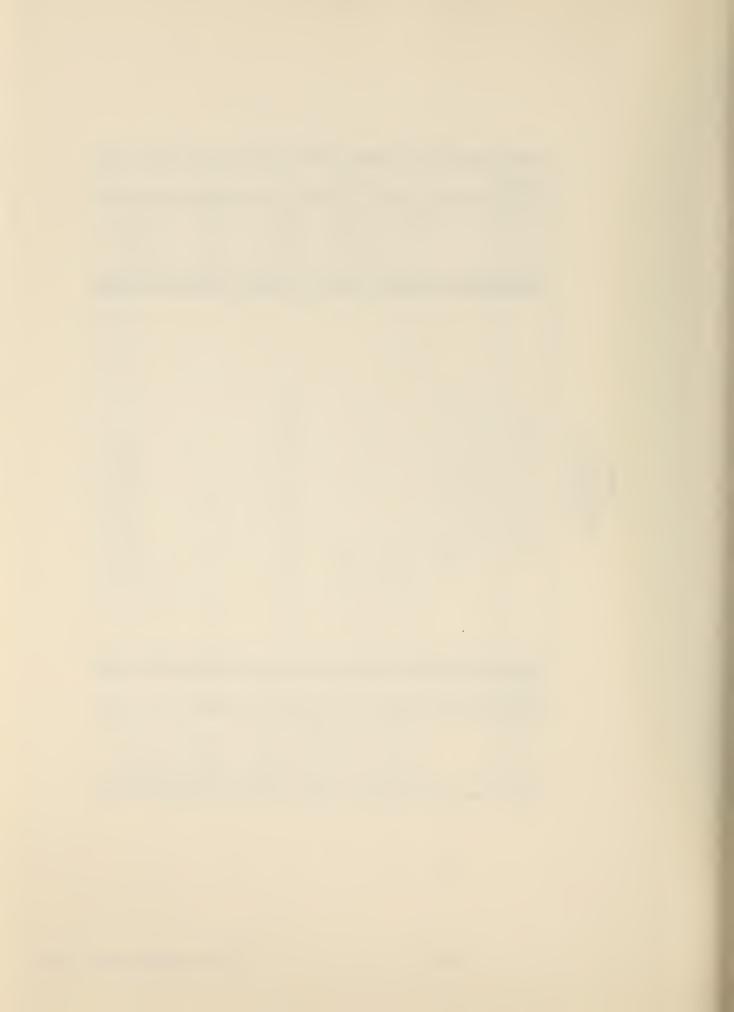
APPENDIX A

TOS Codes		9 667	119 6,18 01, G 20,	40 6,8 17 G	8,0 6,8	85 6,8	.99, 530 G	6, B
HCFCS Coden		91060-91299	92002-92619 V0100, V0101, V0116, V0120,	92026-92140 V6115-V0117	92225-92260	92265-92285	V0130-V1599, A4520, A4530	92502, 92504-92547 N0250-10259
Description of Procedures	NAJOR PHYSICIAN SERVICES <u>Hedicine – Services</u> (Continued)	1-70 Gastroenterology	1-71 Ophthalmology - general ophthalmological services	1-72 Special Ophthalmological Services	1-73 Ортналызсору	1-74 Other Specialized Services	1-75 Contact Lens Services, Ocular Prosthesis - artificial eye, spectacle services (including prosthesis for aphakia), supply of materials and other procedures	1-76 Spectal Otorhinolaryngologic Services
TOS Codes		9 83	9	9	9	9	၁	9
NAIISP Codes		8960 9280	9700-9303, 9308, 9310, 9748, 9364, 9016	9305-9306, 9311-9112, 9315-9320	9322, 9325-9312	9349, 9314	0001-0004, 0011-0016, 0021-0072, 0080, 0089	9930-9934, 9937, 9311, 9355



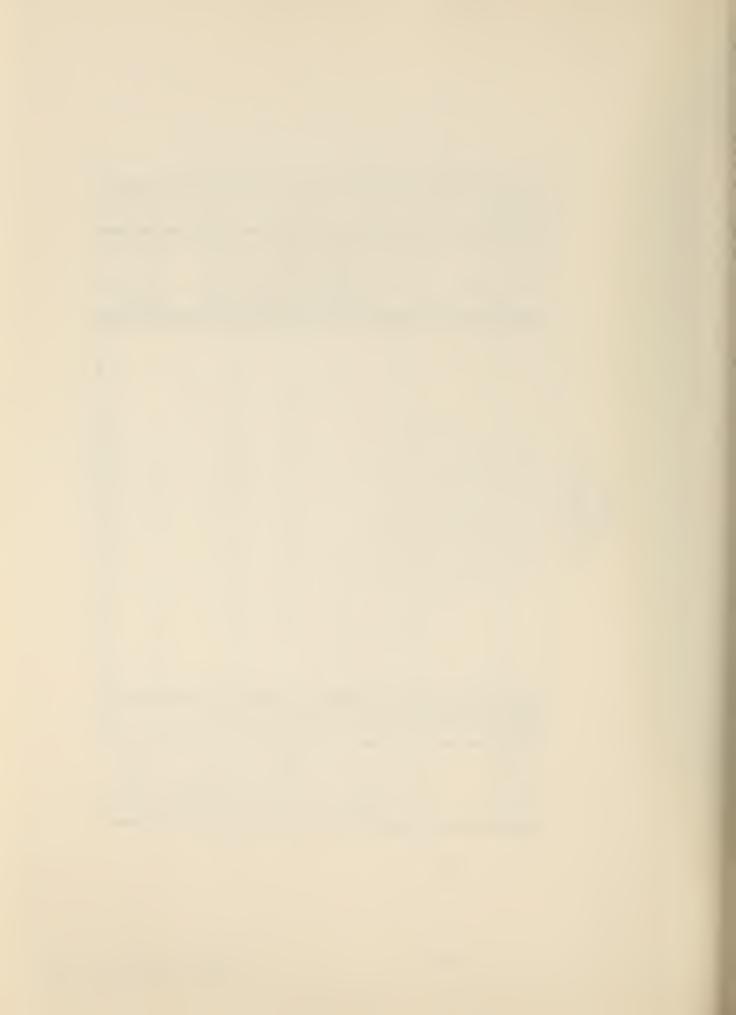
APPENDIX A

NABSP Codes	TOS		Description of Procedures	HCPCS Codes	TOS Codes
			MAJOR PHYSICIAN SERVICES		
			Medicine - Services (Continued)		
9350-9353, 9360, 9365, 9369	٥	1-17	Audiologic Function Tests With Medical Diagnostic Evaluation	92551-92559	a, o
9560, 9563	9	1-78	Cardlovascular - therapeutic procedures	92920-92971	а, 6
9370-9387, 9392, 9394, 9389, 9289	9	62-1	Cardlography	93000-93277	6,8
2563-2567, 2583, 2526 9416-9417, 9429, 9410, 9415	c 5	1-80	Cardiac Catheterization and Intracardiac Electrophysiological Procedures	93501-93562, 93600-93614	6,13
9390-9391, 9399, 9430-9449	9	1-81	Other Vascular Studies	93700-93799	6,8
9450-9499, 9583	9	1-82	Palmonary	94010-94799	9
9500-9530, 9573, 9959	J	1-83	Allergy and Clinical immunology - special diagnostic procedures, allergy testing	66156-00056	6,13



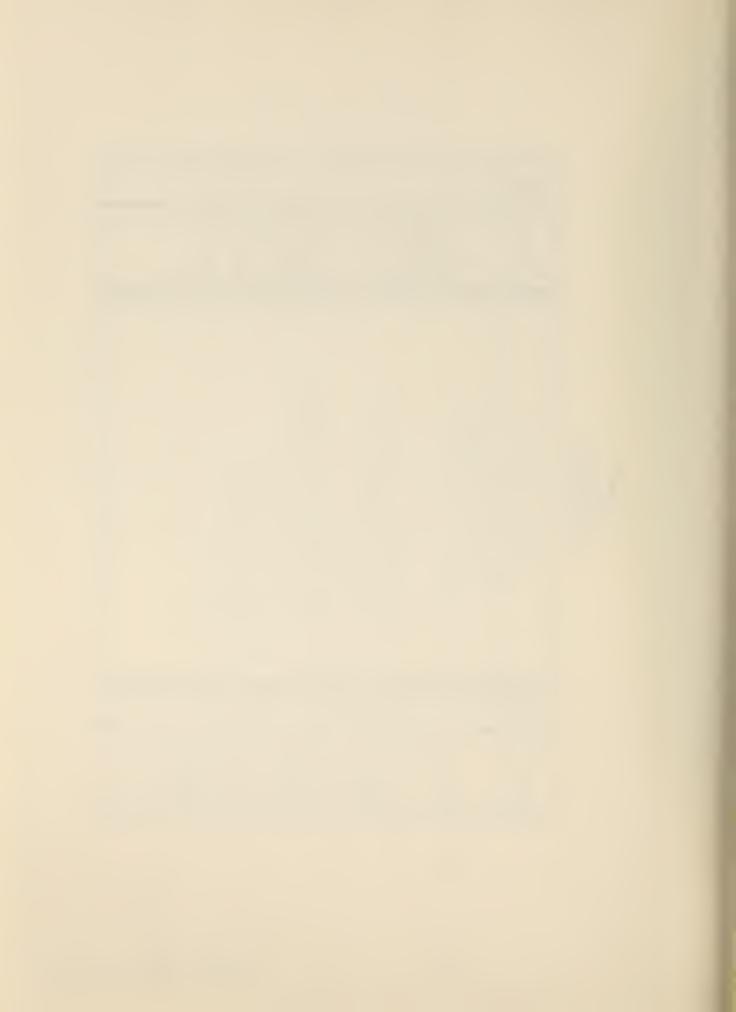
APPENDIX A

ТОS			Description of Procedures	licrus codes	TOS
			HAJOR PHYSICIAN SERVICES		
			Medicine - Services (Continued)		
	g	1-84	Neurology and Neuromuscular Procedures (Includes EEG, ENG and nerve condition studies)	66656-61856	9
9590-9591, 9595	9	1-85	Special Dermatological Procedures	66696-00696	8,9
	2	98-1	Physical Medicine	97000-97541, 10700 97700-97799	0,0
8000-8001 7901-7903, 7915, 7917, 7919	ສບ	1-87	Special Services and Reports - administrative services	99000-99090 P9000-P9001 A4350,A4555, A4582	8 8 C
9011, 9096, 9088, 9252, 9255, 9574, 9240-9242, 9249	9096, 6,8,C 9255, 6	88-1	Special Services - prolonged services critical care, rehabilitative evaluation conference	H5210-H5240, H5299 99150-99174	9 9,8
9250, 9259, 9575-9581, 9585, 9599	3	68-1	Special Services - Other Services	99175-99199 90699(0)	6,8 6,8,6
	N,Z	1-90	Surgical Opinion (2nd and 3rd Opinion)		Ν, Ζ



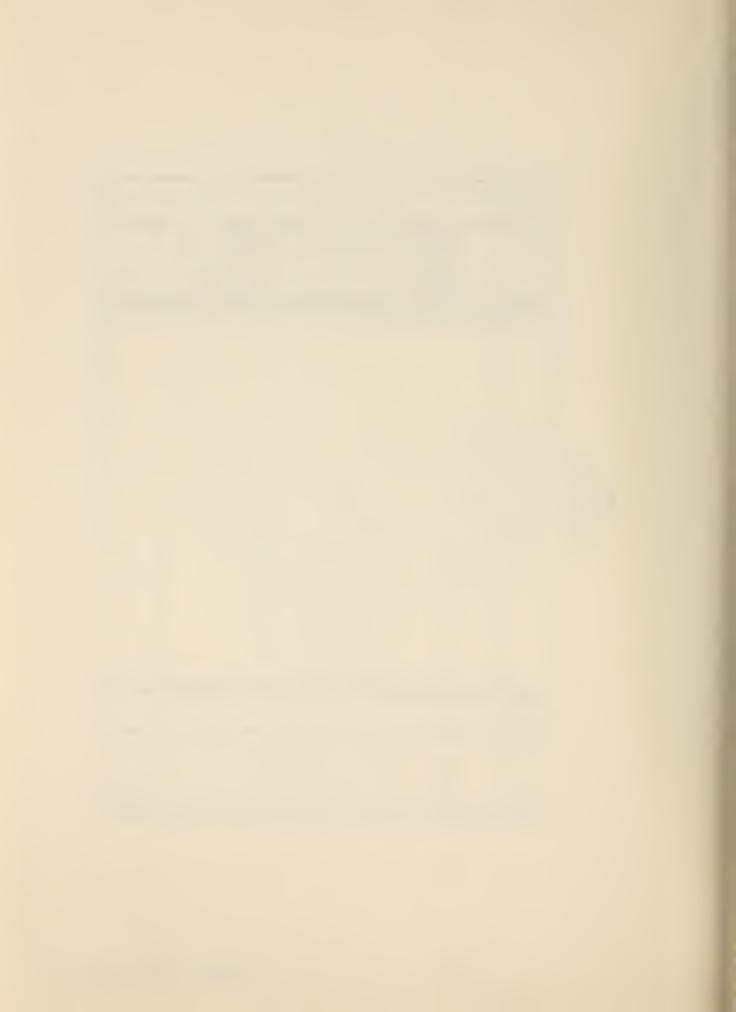
APPENDIX A

NABSP Codes	TOS		Description of Procedures	HCPCS Codes	TOS Codes
			ASSISTANCE AT SURGERY SERVICES		
	0	1-11	Integumentary System including breast	10000-11446, T1050, 67951-67975, 12001-17999, 19000-19499	o
0519-0972, 0800-1999, 0500	0	11-2	Musculoskeletal System Including Casting, Splinting and Strapping	20000-28899, 29000-29799	0
	С	11-3	Respiratory System	30000-32999	0
2300-2749, 0799, 9429, 9416-9417	0	11-4	Cardiovascular System including Cardiae Catheterization and Therapeutic Procedures	35001-35910, 35001-35910, 36000, 37799	0 60
	0	11-5	Hemic and Lymphatic System	38090-38999	0
	9	11-6	Mediastinum and Diaphragu	39000-39599	0
2900-3440, 3449-3770, 3777-3799, 3444	0	7-11	Digestive System	40490-49999, E4005	o



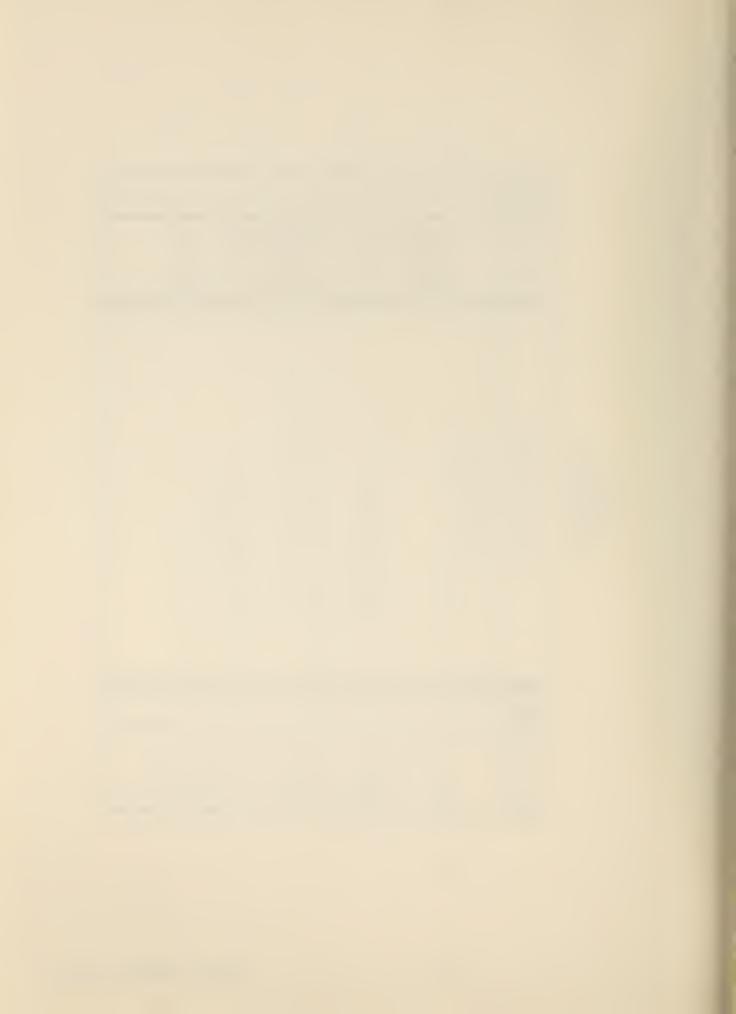
## APPENDIX A DESCRIPTIONS OF SETS (Continued)

NABSP Codes	TOS Codes	Description of Procedures	IICPCS Cades	TOS Codes
		ASSISTANCE AT SURGERY SERVICES		
3800-4124, 4126-4149, 4125	0	11-8 Urlnary System	50010-50980, 51000-52805, 53000-53899, T5000-T5035	0
6150-4449	0	11-9 Male Genital System	54000-55899	0
4450-4799	0	11-10 Female Genttal System	56000-58999	С
4800-4899	0	11-11 Maternity Care and Delivery	59000-59899	0
4900-4999	0	11-12 Endocrine System	66909-00009	9
5000-5399	9	11-13 Nervous System	61000-64999	0
5400-5799	•	11-14 Eye and Ocular Adnexa	65091-65290, 65300-66770, 66800-67299, 67311-67599, 67700-67938, 67999, 67950,	a
5800-5799	0	11-15 Auditory System	62669-00069	0
Any Other Code	Э	11-16 Other Calegories	Any Other Gode	0



## APPENDIX A DESCRIPTIONS OF SETS (Continued)

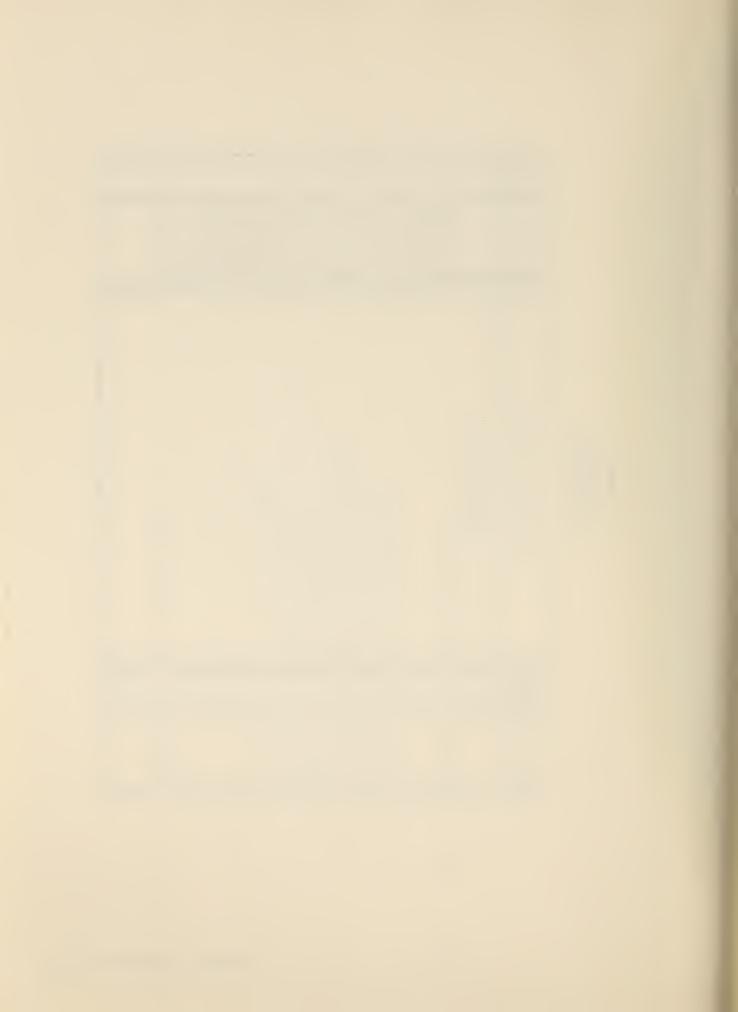
NAUSP Codes	TOS		Description of Procedures	licres codes	ros Codes
			ANESTHESIA SERVICES		
0001, 0003-0499	4	1-11	Integumentary System Including Breast	10000-11446, T1050, 67951-67975, 12001-17999, 19000-19499	4
0519-0792, 0800-1999, 0500	7	111-2	Musculoskeletal System Including Casting, Spiluting and Strapping	20000-28899, 29000-29799	4
2000-2299	4	111-3	Respiratory System	30000-32999	4
2300-2799, 0799, 9416-9417, 9429	4	111-4	Cardiovascular System Including Cardiac Catheterization and Therapeutic Procedures	33010-34490, 35001-35910, 36000-37799, 93501-93562	4
2750-2849	4	111-5	Hearte and Lymphatic System	38090-38999	4
2850-2899, 3771-3775	. 4	111-6	Mediastinum and Diaphragm	39000-39599	17
2900-3441, 3449-3770, 3777-1799	4	111-7	Digustive System	40490-49999,	4



APPENDIX A

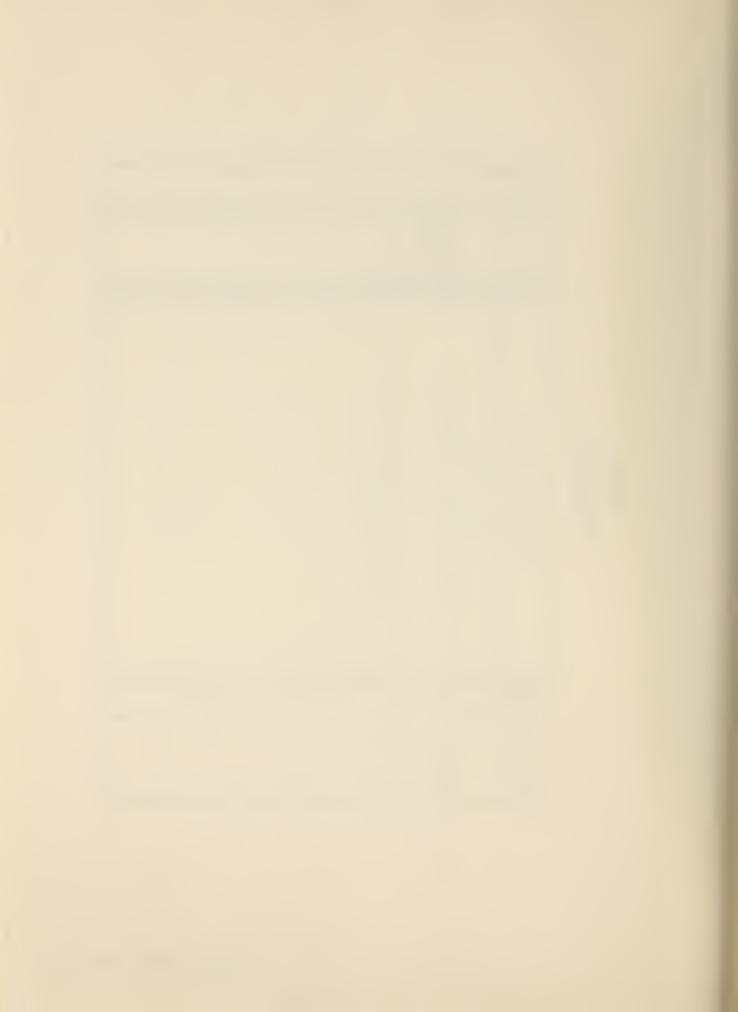
### DESCRIPTIONS OF SETS (Continued)

Codes
ANESTHESIA SERVICES 4 TII-8 Urinary System
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III-8 Orinary Syst
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U 1
NABSF Codes



# APPENDIX A DESCRIPTIONS OF SETS (Continued)

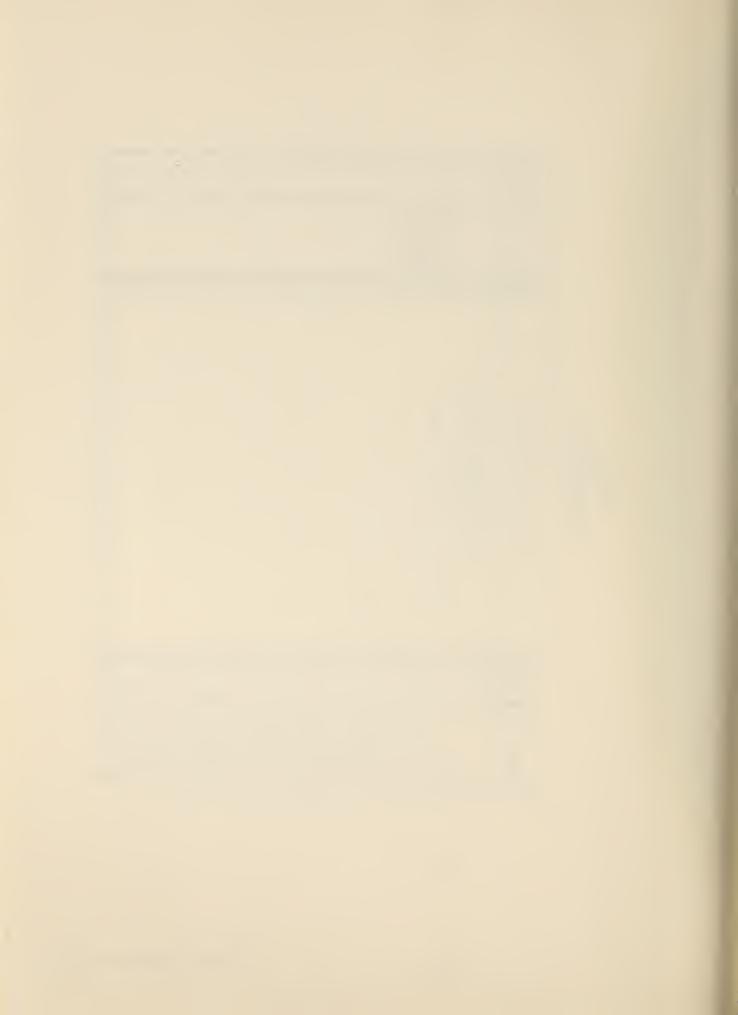
TOS Codes	7	4	
HCPCS Codes	90843-90899, 92018-92140, 92225-92260, 92265-92285	Any Other Code	
Description of Procedures	ANESTHESTA SERVICES III-16 Medicine - procedures (e.g. psychiatric therapeutic procedures, ophthalmology)	<pre>111-17 Other Categories (qualifying circumstances for anesthesia, anesthesia monitoring and anesthesia consultations)</pre>	
TOS Codes	4	4	
NABSP Codes	9180-9182, 9190-9229, 9300-9349	Any Other Code	



APPENBIX A
DESCRIPTIONS OF SETS
(Continued)

TOS Codes	6, 1
HCPCS Codes	E0100-E0330, E1399, E0420-E1310
Description of Procedures	DURABLE MEDICAL EQUIPMENT AND OTHER SERVICES  IV-1 Durable Medical Equipment - purchase
TOS Codes	6, 1
NADSP Codes	Jan. 1977  Lto  Lto  June 1978  2000-2003, 2010-2013, 2020-2023, 2030-2033, 2130-213, 2130-213, 2100-2103, 2100-2103, 2100-2103, 2100-2103, 2100-2103, 2100-2103, 2100-2103, 2200-2203, 2200-2203, 2300-2313,

Moshman Associates, Inc.



APPENDIX A

DESCRIPTIONS OF SETS (Continued)

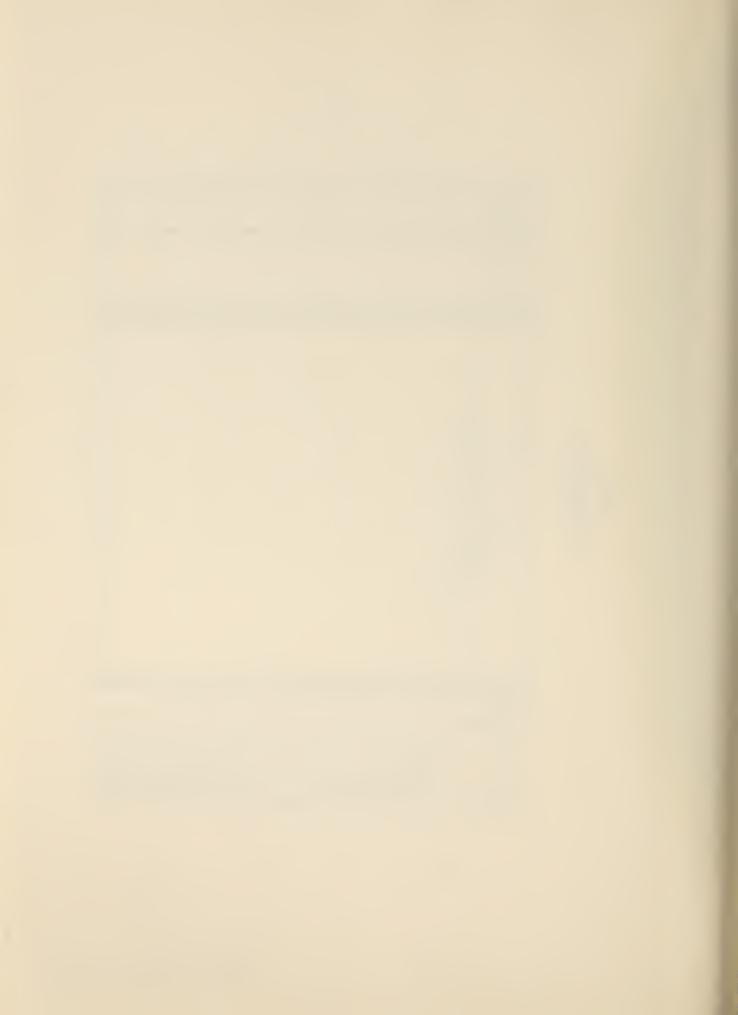
YOS Codes	
HCPGS Codes	
Description of Procedures	DURABLE NEDICAL EQUIPMENT AND O'THER SERVICES (Continued) 1V-1 (Continued)
TOS Codes	6, 1
NABSP Codes	2430-2433, 2440-2443, 2540-2503, 2510-2513, 2520-2523, 2530-2533, 2540-2543, 2540-2543, 2540-2543, 2700-2703, 2710-2713, 2720-2723, 2735-2737, 2740-2741, 2735-2736, 2735-2736, 2755-2756, 2755-2756, 2755-2756, 2755-276,



APPENDIX A

DESCRIPTIONS OF SETS (Continued)

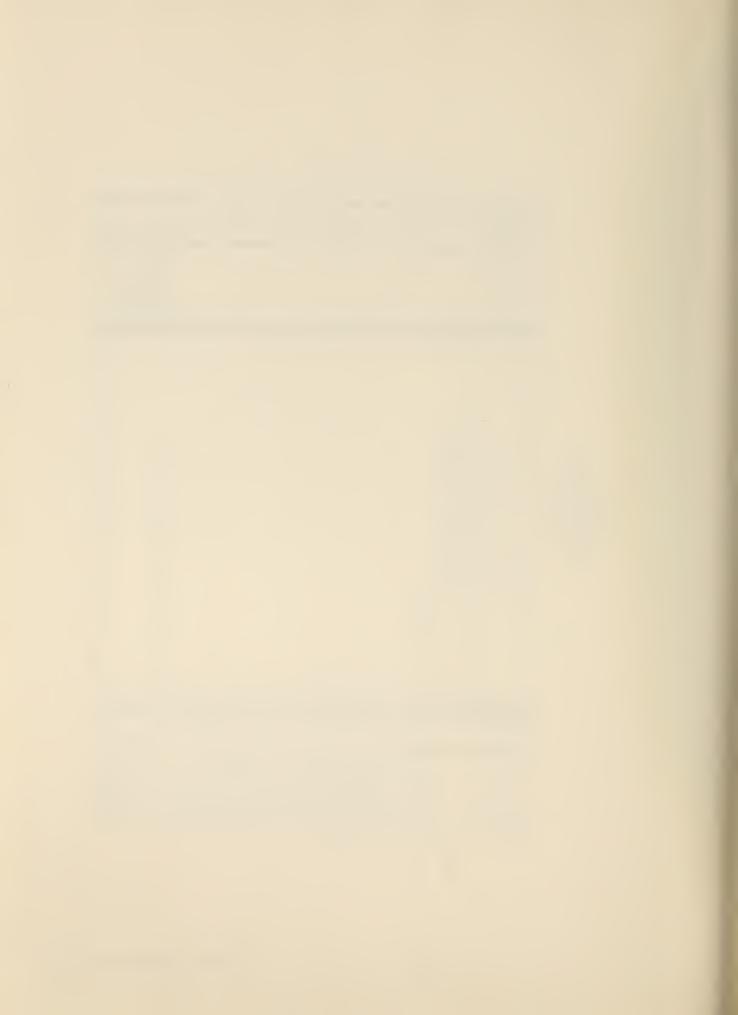
TOS	
HCPUS Coden	
Description of Procedures	DURABLE BERVICES (Continued)  1V-1 (Continued)  1V-1 (Continued)
TOS Codes	a
HABSP Codeu	2840, 2842, 2845–2850, 2860–2850, 2860–2871, 2874–2877, 2900, 2910–2915, 2900, 2910–2915, 2909, 1010, 1011, 1013, 1016, 1020–1054, 1050–1054, 1



APPENDIX A

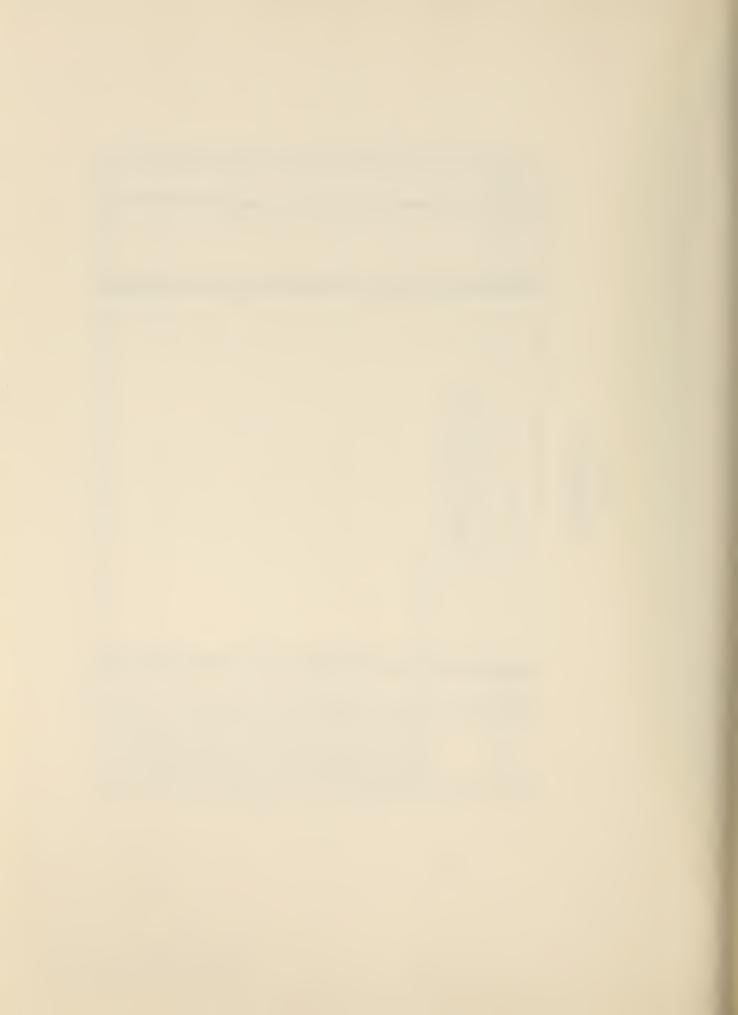
DESCRIPTIONS OF SETS (Continued)

DURABLE NEDICAL EQUIPMENT AND OTHER SERVICES (Continued)	DURABLE OTHER
<b>(</b> Pa	1V-1 (Cont Inued)
ted lea l	1V-2 Durable Nedleal Equipment - rental



APPENDIX A
DESCRIPTIONS OF SETS
(Continued)

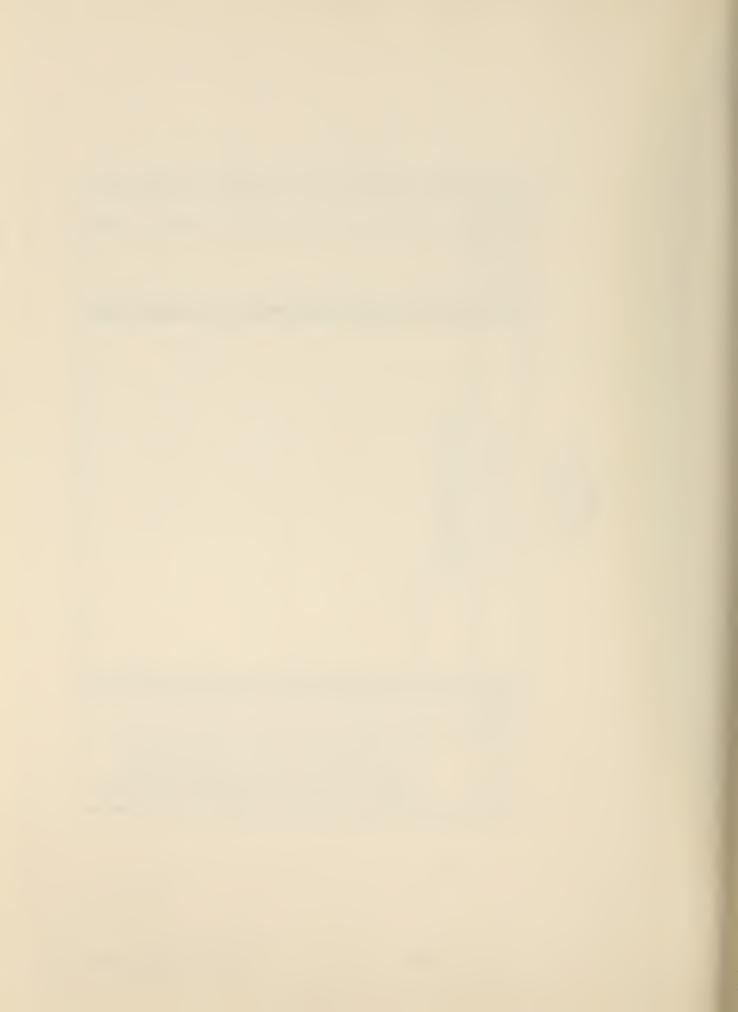
TOS Codes	
HCPCS Codes	
Description of Procedures	DURABLE NEDICAL EQUIPMENT AND OTHER SERVICES (Continued)  1V-2 (Continued)
ros Codes	
NABSP Codes	2020-2023, 2030-2043, 2040-2043, 21100-2113, 2120-2123, 2130-2133, 2220-2223, 2220-2223, 2230-2233, 2310-2313, 2310-2313, 230-2323, 2310-243, 240-2443, 240-2443, 240-2443, 2500-2603, 2510-2513, 2510-2513, 2510-2513, 2510-2513,



APPENDIX A

DESCRIPTIONS OF SETS (Continued)

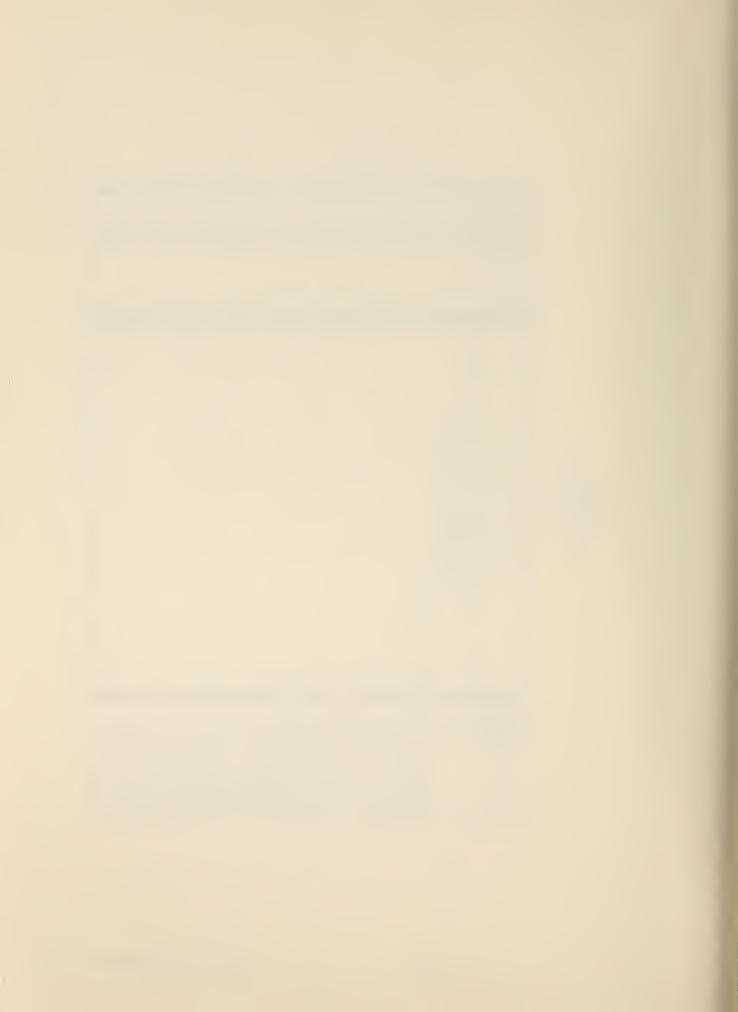
YOS Godes	
HCPCS Codes	
Description of Procedures	OTHER SERVICES (COLLINUED)  1V-2 (Continued)
TOS	=
NABSP Codes	2530-2533, 2540-2543, 2580, 2620, 2600-2602, 2610, 2612, 2615-2617, 2700-2703, 2700-2703, 2700-2713, 270-2723, 2730, 2735-2756, 2752, 2760-2761, 2752, 2752-2756, 2752, 2752-2756, 2752-275



APPENDIX A

DESCRIPTIONS OF SETS (Continued)

Codes Codes	
IICPCS Codes	
Description of Procedures	OTHER SERVICES (Continued)  TV-2 (Continued)
TOS	=
NABSP Codes	2870–2871, 2874–2877, 2906, 2910, 2915, 2999, 9570 July 1978 Lo Iono, 1011, 1013, 1010, 1020–1024, 1030–1034, 1050–1054, 1050–1054, 1050–1054, 1050–1054, 1050–1054, 1050–1054, 1070–1011, 1110–1111, 1110–1111, 1110–1111,



APPENDIX A
DESCRIPTIONS OF SETS
(Confined)

Tos Codes		6. 1
HCPCS Coden		E1350, E1360
Description of Procedures	DURABLE NEDTCAL EQUIPNENT AND OTHER SERVICES (Continued)  IV-2 (Continued)	1V-3 Durable Nedleal Equipment - repairs and replacements
TOS Codes	=	 5 9
HABSP Codes	1145-1148, 1155-1158, 1165-1166, 1170-1178, 1185, 1186, 1190, 1200-1201, 1205-1208, 1215-1218, 1225-1228, 1225-1228, 1225-1228, 1225-1228, 1225-1228, 1235-1236, 1235-1276,	Jan. 1977 10 June 1978 2290-2991, 6081, 9569 July 1978 10 June 1980 1280-1281



APPENDIX A

### DESCRIPTIONS OF SETS (Continued)

илизр Соdея	TOS		Description of Procedures	HCPCS Codes	TOS Codes
			DURABLE NEDICAL EQUIPMENT AND OTHER SERVICES (COULINGED)		
2995-2996	9	10-4	Durable Medical Equipment - delivery charges	A4830	9
9654-9659	9	10-5	Chiropractor	A2000	9
Any Procedure Code	۲	9-11	Dental Services/Oral Surgery	09660-10100	7
6000,	<u>~</u>	10-7	Ambulance	A0001-A0007, A0030, A0099	<u></u>
Jan. 1977 to June 1978	, s 1, 8 1, 8	1V-8	Non-covered Charges (Intersex Surgery, Biofeedback)	A9010-A9080, G,	6, II, I, B
8910-8915, 1054, 1147, 1075, 1275,					
July 1978 Fo June 1980					
1298	, s , s , s			88000-88099	æ



APPENDIX A

### DESCRIPTIONS OF SETS (Continued)

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HCPGS Coden		Adjustment Nodifier	Non Natched TOS vs Procedure Code	llosp Ital Based Physicians (Non Profession service)	Non- Permissible TOS Code	1.5000-1.4130, 1.5000-1.7499, 1.8000-1.8499
Description of Procedures	DURABLE NEDICAL EQUIPMENT AND OTHER SERVCIES (Continued)	1V-9 Adjustments (adjustment indicator modifier)	IV-10 III-matches T.O.S. with procedure code	IV-II Nospital Based Physician (non-professional only)	IV-12 Non-permissable T.O.S. indicators	IV-13 Prosthetic/Orthotics - purchase
TOS Codes				<u>-</u> *		6, 1
HABSP Codes		Adjustment Nodlfier	Non Hatehed TOS vs Procedure Code	Hospital Based Physiclans (Non Profession service)	Non- Permissible TOS Code	Jan. 1977 Lo June 1978



APPENDIX A
DESCRIPTIONS OF SETS
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APPENDIX A

DESCRIPTIONS OF SETS (Continued)

TOS Description	Description of Procedures	HCPCS Codes	Tos
	DURABLE MEDICAL. EQUIPMENT AND OTHER SERVICES (Continued)		
	IV-13 (Continued)		



APPENDIX A

HCPCS Codes DURABLE MEDICAL EQUIPMENT AND OTHER SERVICES (Confined) Description of Procedures (Continued) IV-13 (Continued)

DESCRIPTIONS OF SETS

TOS Cades

TOS Codes

MABSP Codes

0150-0163, 0170-0172, 0636, 0645, 0175-0177, 0180-0183, 0647-0649, 0190-0218, 0657-0644, 0225-0236, 0140-0143, 0672-0680, 0245-0253, 0255-0261, 0255-021, 0255-0210, 0270-0278, 0270-0278, 0270-0278, 0270-0310, 0215-0315, 0315-0315, 0316-0364,

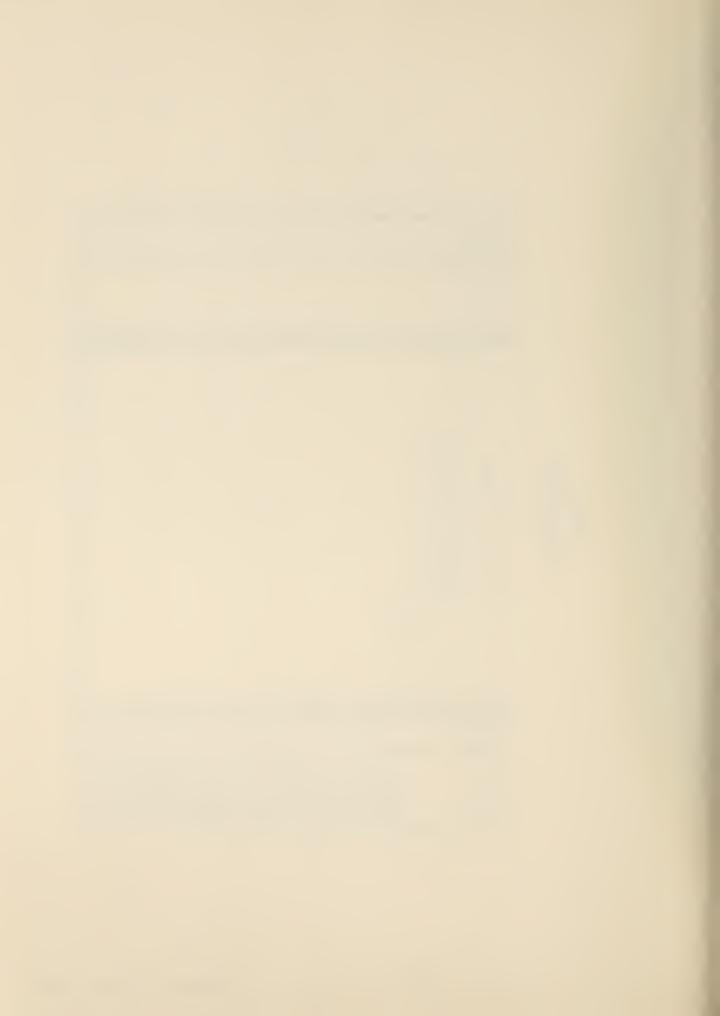
t o 1980 - annt. 3161 glaf.



APPENDIX A

DESCRIPTIONS OF SETS (Continued)

TOS Codes	
HCPCS Codes	
Dencription of Procedures	DURABLE MEDICAL EQUIPMENT AND OTHER SERVICES (Continued)  1V-13 (Continued)
TOS Codea	· ·
HABSP Coden	0724-0726, 0410-0416, 0420-0423, 0731-0745, 0445-0458, 0462-0409, 0751-0738, 0120-0122, 0120-0122, 0120-0122, 0120-0122, 0120-0122, 0120-0124, 0497-0480, 0541-0512, 0591-0512, 0592-0555, 0592-0556, 0592-0556, 0607-0620,



# APPENDIX A DESCRIPTIONS OF SETS (CONTINUED)

TOS	=
HCPCS Codes	1.0100-1.4130, 1.5000-1.7499, 1.8000-1.8499
Description of Procedures	DURABLE MEDICAL EQUIPMENT AND OTHER SERVICES (Continued)  IV-13 (Continued)  IV-14 Prosthetic/Orthotics - rental
TOS Codea	- -
HABSP Coden	0632-0635 0861-0863, 0871-0875, 0881-0921, 0937-0944, 0982-0999 1000-1008, 1000-1008, 1010-1013, 1020-1046, 1042-1046, 1042-1046, 114-1127, 1129, 1132, 1134-1138, 1140-1141, 1400-1402,



APPENDIX A
DESCRIPTIONS OF SETS
(Continued)

NABSP Codes	ToS	Description of Procedures	HCPCS Codes	TOS Codes
		DURABLE MEDICAL EQUIPNENT AND OTHER SERVICES (Continued)		
1420–1421, 1425–1426,	=	LV-14 (Continued)		
1428, 1431–1432, 1450–1459,				
1475-1476, 1480-1483,				
1490-1492, 1517, 1519-1527,				
1530, 1533-1535, 1540-1543,				
1545-1550, 1552-1555, 1560-1568				
5-1584, 5-1584,				
-1596, -1615, 7,				
1620-1627, 1629-1645, 1647-1661,				
1711-1720, 1724-1726, 1738-1730				
, ,, ,,				



APPENDIX A

DESCRIPTIONS OF SETS (Continued)

TOS Codes	
HCPCS Codes Co.	
Description of Procedures	DURABLE NEDICAL EQUIPMENT AND OTHER SERVICES (Continued)  IV-14 (Continued)
TOS Codes	= =
HABSP Goden	1731, 1731–1735, 1737–1733, 1741–1743, 1830, 1745–1751, 1760–1765, 1764–1766, 1768–1769, 1771–1773, 1771–1773, 1771–1773, 1771–1773, 1771–1773, 1771–1773, 1771–1773, 1771–1773, 1771–1773, 1771–1773, 1820,



APPENDIX A
DESCRIPTIONS OF SETS
(Continued)

10-14	Description of Procedures TOS Codes Codes	DURABLE NEDICAL EQUIPMENT AND OTHER SERVICES (Continued)	Induced)
1 2 3 1 =	TOS Codes	DURABLE MED OTHER SER	
	HABSP Codes		0210-0218, 0657-0664, 0225-0236, 0140-0143, 0672-0680, 0245-0253, 02687-0695, 02587-0695, 0270-0709, 0215-0315, 0315-0315, 0316-0426, 0346-0425, 0442-0428, 0442-0138, 0120-0122, 0120-0138, 0120-0120



APPENDIX A
DESCRIPTIONS OF SETS
(CONTINUED)

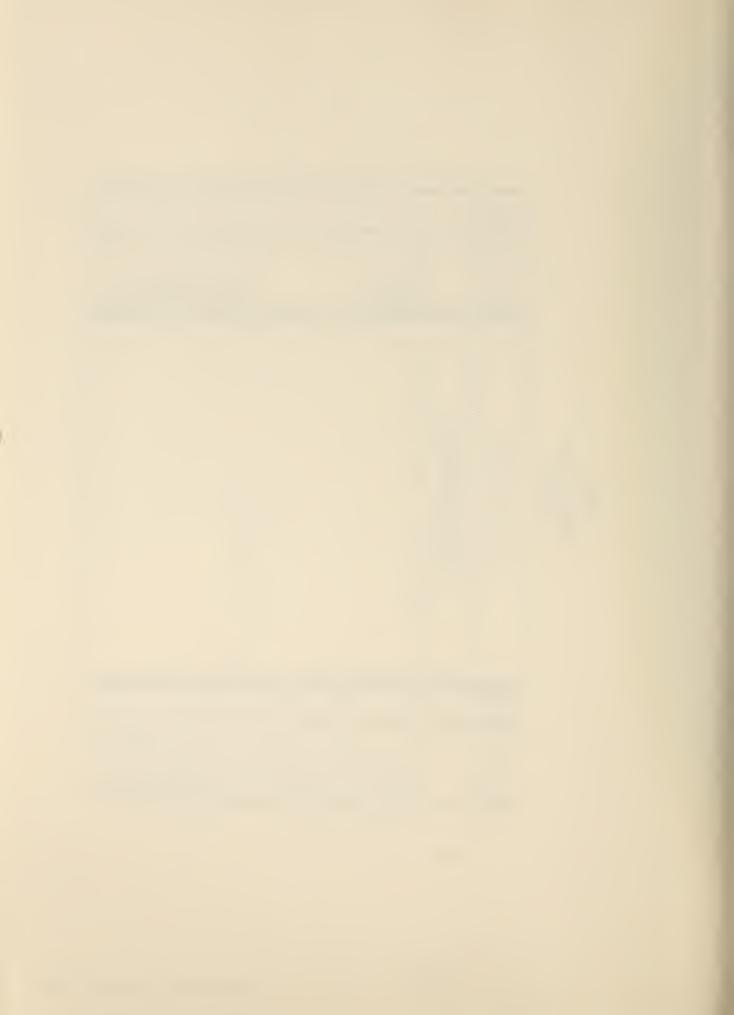
Description of Procedures
DUKABLE NEDTCAL EQUIPHENT AND OTHER SERVICES (Continued)
IV-14 (Continued)



APPENDIX A

## DESCRIPTIONS OF SETS (Continued)

roden Godes	G G
IICPCS Codeu	1,42201,4210, 1,4220, 1,7500, 1,7510, 1,7510, 1,7520, 44310, 44300, 44300, 44410, 44410, 44410, 44410, 44410, 44410, 44410,
Description of Procedures	DURANLE MEDICAL EQUIPNENT AND OTHER SERVICES (Continued) IV-15 Prosthelic/Orthories - repairs and replacements IV-16 Medical/Surgical supplies
TOS Codes	e, 1 0
HABSP Coden	Jan., 1977  Lo. June, 1978  2750–2751,  July, 1978  Lo. June, 1978  June, 1977  Lo. June, 1978  2815–2822, 5000-5001, 5004–5006, 9572, 7900, 7913–7914,



APPENDIX A

## DESCRIPTIONS OF SETS (Continued)

Los Rodes	U	
HCPCS Coden	A4460, A4470, A4480, A4490, A4560, A4580, A4581, A4581, A4581, E0400, E1700-E1729	
bescription of Procedures	DURABLE NEDICAL EQUIPMENT AND OTHER SERVICES (Continued)  IV-16 (Continued)	
TOS Codes	o .	
NABSP Codea	July 1978  to June 1980 1105–1106, 7920–7929, 7931–7954, 7957–7958, 7963–7969,	



### TYPE OF SERVICE CODES

<u>-</u>
Anesthesia
Concurrent Care
Consultation
Dental
Laboratory or Pathology
Maternity
Emergency Medical Care
Medical Care (Non-Accident)
Physicial Therapy/Medicine
Professional Component
Psychiatric Care
Pulmonary Tuberculosis (Inpatient Medical)
Surgery
Surgical Assistance
X-Ray Diagnostic
X-Ray Therapeutic
Whole or packed Blood
Physicial Accessories (Purchase- Incident to physician services)
Ambu Janca

Purchase Durable Accessories (Installment payment) . . . . . . . . . . . . . . . . .

Rental Durable Accessories . . . .



### APPENDIX B

Distribution of Sets Among Patterns

Moshman Associates, Inc.



APPENDIX 3

Distribution of Sets to Five Frequency of Services and Average Charge Patterns

Parallel Charge Lines	Diverging Charge Lines	Abrupt Change	Partial Period Frequencies	Erratic Pattern
I-1	I-37 I-38 I-39 I-40 I-41 I-43 I-47 I-53 I-54 I-55 I-56 I-59 I-61 I-62 I-86  II-13 III-1 III-2 III-3 III-4 III-5 III-6 III-7 III-8 III-9 III-10 III-12 III-14 III-16 IV-5 IV-7 IV-10 IV-11 IV-15	I-11 I-26 I-36 I-63 I-88	I-64 I-70 IV-4	I-9 I-24 I-27 I-31 I-33 I-34 I-44 I-57 I-65 I-67 I-74 I-85 I-89 II-6 II-11 IV-15 II-16 III-11 IV-3 IV-9 IV-12

The following sets display "unusual month" fluctuations: I-15, I-32, I-35, I-43, I-50, I-51, I-52, I-66, I-67, I-75, I-81, I-82, II-9, IV-1, IV-7.

There were no charges to Set I-90 and Set IV-14 during the 54-month study period.



### APPENDIX C

Numerical Tabulations of Data in Figures in Text of Report

Moshman Alssociates, Inc.



Table 1

Frequency of Service

January 1977 - June 1980 Assigned and Unassigned Claims;

Matched and Mon Matched Providers

Month	Assigned Claims Matched Providers	Unassigned Claims Matched Providers	Assigned Claims Nonmatched Providers	Unassigned Claims Nonmatched Providers
Jan. 1977	137206	95276	28212	25019
Feb.	158798	108473	31957	27074
Mar.	192549	106673	30453	24337
Apr.	177351	99770	23928	21571
May	151736	97193	22346	21667
Jum.	160605	96462	22774	17604
Jul.	163622	34689	26890	15411
Aug.	178123	102731	23862	13677
Sep.	159490	97189	20710	13432
Oct.	271488	97048	34109	13788
Nov.	209592	104759	21665	16372
Dec.	250302	127970	21977	18503
504.		,.		
Jan. 1978	191001	137001	17792	17886
Feb.	236828	117946	17396	15688
Mar.	294004	129463	19783	17810
Apr.	205211	108198	17268	12698
May	243660	110506	19469	12194
Jun-	223762	120096	19372	13686
Jul.	189987	95242	14052	10998
Aug.	284402	108587	15145	12819
Sep.	237884	97640	10614	10717
005.	294013	122863	15047	12014
Nov.	193272	103882	9926	9617
Dec.	250814	129335	10075	11060
Jan. 1979	250729	167733	12105	18369
	187768	134213	12103	8454
Feb.	225761	145127	10722	9718
Mar.	184114	124942	8929	8364
Apr.	233968	120274	10201	10:09
May	313236	130610	3767	9330
Jun.	258638	122029	7722	7018
Jul.	270590	142767	9888	3364
Aug.		128855	3805	7966
Sep.	178486	156479	13068	11669
Oct.	243965	138904	11895	10749
Nov.	217793	144764	11378	11595
Dec.	1896∔6	144/04	11370	77777
Jan. 1980	244810	189621	16584	14298
Feb.	235512	149843	15639	13126
Mar.	237173	134220	17760	14545
Apr.	238561	162453	21993	17649
May	197095	143537	20353	17466
Jun.	226780	135054	18393	15195
Jul.	177706	135776	18570	17895
Aug.	179248	143125	23243	20339
Sep.	220237	162438	26705	22710
Oct.	316934	168636	31673	27408
Nov.	193064	130217	24879	23070
Dec.	237456	154278	29250	27027
Jan. 1981	256309	163432	29459	25449
Feb.	278219	172063	37345	30794
Mar.	248069	179918	40588	35923
ADT.	152322	157543	39669	32397
May	310906	143167	38567	29688
Jun.	230920	166491	45779	35749



Table 2

Total For All Sets - Frequency of Service, Allowed Charge,
Total Allowed Charge Adjusted for Seasonal Effect
and Economic Effect, and Economic Index

	=	Allowed	Allowed Charge Adjusted	
	Frequency	Charge	for Iconomic and	Economic
Date	of Service	(Dollars)	Seasonal Effect (Dollars)	Index
Jan. 1977	235713	3180952	2875763	1.1380
Feb.	325302	3597686	3112521	1.1380
Mar.	354017	3783143	2911871	1.1380
Apr.	327620	3875445	3243248	1.1880
May	293442	3753113	3267381	1.1380
Jum.	297445	3749768	3035454	1.1880
Jul.	291612	3600465	3145173	1.2725
Aug.	323413	4039069	3114457	1.2725
Sep.	295871	3767496	3039578	1.2725
Oct.	413433	3979299	2743981	1.2725
Nov.	352588	4020814	3355374	1.2725
Dec.	418752	4256230	3286463	1.2725
Jan. 1978	363680	4113676	3472040	1.2725
Feb.	387858	4104730	3315374	1.2725
Mar.	461060	5002451	3594685	1.2725
Apr.	343375	4051393	3165349	1.2725
May	385829	4467253	3630842	1.2725
Jun.	376916	4565905	3450682	1.2725
Jul.	310282	3927430	3252148	1.3424
Aug.	421953	4415080	3227259	1.3424
Sep.	356855	3956234	3025648	1.3424
Ocs.	443937	5213840	3414277	1.3424
Nov.	316698	4089195	3234749	1.3424
Dec.	401284	4732561	3464056	1.3424
Jan. 1979	448936	5461819	4369863	1.3424
Feb.	340523	4468100	3420949	1.3424
Mar.	391328	5605882	3818544	1.3424
Apr.	326349	5048346	3738886	1.3424
May	374552	4905117	3779132	1.3424
Jun.	466993	5546093	3973205	1.3424
Jul.	395427	5198180	4050069	1.4257
Aug.	431609	6061216	4168736	1.4257
Sep.	324112	5037284	3624784	1.4257
062.	425181	6392563	3938874	1.4257
Nov.	379341	5445462	4053095	1.4257
Dec.	357383	5023408	3459611	1.4267
Jan. 1980	465313	5755366	3085442	1.4267
Feb.	414120	5931974	4273387	1.4257
Mar.	403698	6022063	3859654	1.4267
Apr.	440658	7120993	4962300	1.4257
May	378451	5503100	4714248	1.4257
Jun.	195422	5770223	3889518	1.4257
Jul.	349947	6094432	4430961	1.5289
Aug.	365955	6805160	4367536	1.5289
Sep.	432090	7616762	3114376	1.5289
0c=.	344706	8211839	4722112	1.5289
Nov.	371230	6145628	4258466	1.5289
Dec.	458011	7279565	4678297	1.5289
			/700	
Jan. 1981	474849	5722374	4722327	1.5289
Feb.	518421	3184409	5501915	1.3289
Mar.	504498	3487644	5076251	1.3299
Apr.	481931	3067449	5246047	
<u>ча</u> у	522328	7102401	4804529	1.5289
Jum.	528938	7392242	4964291	1.5289



Table 3

Comparison of Average Charge in Terms of Allowed and Billed,
January 1977 - June 1981 Ser I-7: Medicine - Services:
Respiratory System, Assigned and Thassigned Claims

Date	Billed Average Charge Assigned Claims	Allowed Average Charge Assigned Claims	Billed Average Charge Unassigned Claims	Allowed Average Charge Unassigned Claims
	Calls			CLALUS
Jan. 1977	152.61	125.57	92.99	72.83
Feb.	155.18			138.25
		120.39	175.66	
Mar.	152.54	123.26	194.97	154.41
Apr.	183.76	142.72	123.45	99.32
May	173.15	139.46	172.91	130.45
Jun.	130.30	141.34	132.50	109.41
Jui.	191.03	149.76	206.88	156.86
Aug.	148.94	121.39	145.74	115.96
Sep.	160.48	130.04	169.25	131.33
Oct.	176.13	135.70	108.54	81.63
Nov.	179.44	143.17	164.51	123.38
Dec.	171.91	139.22	154.36	114.44
200.	2,2.,2	103.22	13 1100	••••
Jan. 1978	140.02	103.59	153.66	121.03
Feb.	198.56	145.47	137.81	107.18
Mar.	163.33	122.97	143.28	112.29
Apr.	183.84	140.84	143.30	105.11
May	169.83	129.68	202.53	154.13
Jun.	208.75	160.36	161.65	116.00
Jul.	196.62	163.40	129.67	103.05
Aug.	180.60	145.74	190.32	154.69
Sep.	213.76	166.02	163.54	125.22
Oct.	215.75	169.71	216.24	166.29
Nov.	189.53	156.65	196.53	161.95
Dec.	273.94	205.09	212.43	161.38
Jan. 1979	198.43	161.25	158.29	123.71
Feb.	226.29	175.94	131.41	106.23
Mar.	199.57	155.67	170.88	132.34
Apr.	196.74	157.18	179.39	138.50
May	178.92	131.05	175.94	141.31
Jun.	223.17	159.93	148.19	112.34
Jul.	244.93	189.53	164.11	122.49
Aug.	217.57	172.26	224.58	170.82
	201.33	156.37	263.57	205.16
Sep.	223.97	176.05	203.51	161.04
Oct.				
Nov.	253.14	188.99	237.86	191.97
Dec.	235.98	187.52	179.29	137.02
1 200	232.74	189.40	182.17	144.98
Jan. 1980	239.12			
Feb.		181.52	201.98	154.42
Mar.	218.34	167.73	207.46	170.30
Apr.	194.34	145.43	200.22	143.13
May	239.68	175.53	205.56	152.54
Jum.	242.32	185.38	280.65	213.21
Jul.	258.34	201.39	163.00	139.03
Aug.	208.91	165.60	174.50	138.38
Sep.	258.02	199.49	250.31	196.93
Oct.	223.37	172.22	174.43	143.15
Nav.	238.39	134.38	200.75	163.42
Jec.	265.72	208.45	208.29	164.32
Jan. 1981	244.98	138.95	295.23	223.31
Zeb.	233.06	169.77	191.31	147.95
Mar.	284.23	214.35	254.30	139.33
Apr.	246.61	137.41	215.46	175.13
May	251.14	193.37	239.38	122.71
Jun.	252.63	130.54	259.32	197.59



Table 4

Comparison of Average Charge in Terms of Allowed and Billed,
January 1977 - June 1981, Set I-53: Medicine - Services:
Office Visits, Assigned and Unassigned Claims

7	3111ed Average Charge Assigned	Allowed Average Charge Assigned		Allowed Average Charge Unassigned
Date	Claims	Claims	Claims	Claims
Jan. 1977	9.37	7.24	10.43	3.30
īeb.	10.01	7.42	10.53	3.35
			10.93	8.53
Mar.	10.19	7.59		
Apr.	10.23	7.56	11.42	8.56
May	10.25	7.54	11.96	9.06
Jun.	10.32	7.54	11.70	3.79
Jul.	9.97	7.70	11.68	9.01
Aug.	10.46	3.42	12.19	9.62
Sep.	10.65	3.27	12.19	9.52
Oct.	10.56	8.29	12.20	9.62
Nov.	10.68	8.25	12.13	9.52
Dec.	10.59	3.19	11.38	9.30
Jan. 1978	10.48	8.01	11.53	9.00
Feb.	10.96	3.29	11.82	9.11
Mar.	11.29	8.40	12.42	9.43
	11.27	8.30	12.32	9.49
Apr.				9.49
May	11.04	8.25	12.83	
Jun.	11.60	8.21	12.87	9.48
Jul.	11.87	3.76	12.91	9.94
Aug.	11.99	9.11	13.09	10.13
Sep.	11.79	8.98	12.99	10.05
Oct.	12.03	9.01	13.21	10.15
Nov.	12.02	8.96	13.25	10.12
Dec.	12.20	9.02	13.08	9.96
Jan. 1979 Feb.	12.20 12.82	3.92 9.15	12.70 13.40	9.66 10.02
Mar.	12.63	9.12	13.66	10.03
	12.92	9.20	14.13	10.23
Apr. May	12.74	9.10	14.34	10.29
Jun.	12.86	9.12	14.01	10.10
Jul.	13.44	9.74	14.13	10.53
	13.30	9.92	14.48	10.37
Aug.	13.29	9.39	14.53	10.32
Sep.	13.47	9.34	14.34	10.93
Oct.	13.48	9.84	14.70	10.30
Nov.				10.51
Dec.	13.64	9.85	14.42	10.31
Jan. 1980	13.35	9.63	14.02	10.27
Feb.	14.05	9.30	14.93	10.65
Mar.	14.38	9.38	15.43	10.33
Apr.	14.47	9.92	15.51	10.33
May	14.43	9.90	15.76	10.32
Jun.	14.33	9.90	15.38	10.38
Jul.	14.38	10.36	15.37	116
Aug.	14.65	10.77	15.98	11.59
Sep.	14.41	10.55	15.73	11.49
0c1.	14.68	10.65	16.30	11.47
Nov.	14.77	10.58	15.39	11.54
Dec.	14.70	10.54	15.38	11.32
				11. 22
Jan. 1981	14.77	10.55	15.27	11.03 11.29
?eb.	15.25	10.68	15.30	
Mar.	15.61	10.79	16.64	11.62 11.79
Apr.	15.70	10.35	17.04	
May	15.57	10.71	16.95	11.65
Jum.	15.45	10.36	16.78	11.38

Moshman Associates, Inc.



Table 5

Comparison of Average Charge in Terms of Allowed and Billed,
January 1977 - June 1981, All Services Combined,
Assigned and Unassigned Claims

Daca		Allowed Average Charge Assigned Claims	Silled Average Charge Unassigned Claims	Allowed Average Charge Unassigned Claims
Jan. 1977 Feb. Mar. Apr. May Jun. Jul. Aug. Sep. Oct. Nov. Dec.	13.38 12.98 11.99 13.39 15.61 15.23 14.53 14.53 14.30 14.75 9.09 11.85 10.44	11.06 10.59 9.74 11.22 12.40 12.10 11.73 11.72 11.99 7.56 9.75 8.66	12.83 13.53 14.29 16.20 15.84 16.28 16.04 15.93 16.34 16.38 16.37	10.61 11.02 11.50 12.13 12.47 12.30 12.35 13.03 13.60 13.78 13.60 12.00
Jan. 1978 Feb. Mar. Apr. May Jun. Jul. Aug. Sep. Oct. Nov. Dec.	13.57 11.43 11.38 13.51 12.37 14.65 14.50 10.56 11.67 12.58 14.63 13.14	11.02 9.29 9.22 10.77 10.25 11.52 11.38 8.78 9.70 10.26 11.94 10.70	13.60 15.15 16.86 16.68 17.40 16.51 17.08 17.40 16.84 13.30 18.01	10.90 12.05 13.26 12.98 13.44 12.71 13.75 14.09 13.59 14.53 14.32
Jan. 1979 Feb. Mar. Apr. May Jun. Jul. Aug. Sep. Oct. Nov. Dec.	14.76 16.55 17.72 19.58 15.20 13.24 14.35 15.84 19.24 17.70 17.09	12.01 13.28 14.21 15.53 12.12 10.36 12.14 13.10 15.88 14.61 13.96 14.38	15.84 16.32 18.53 19.74 19.52 19.32 18.54 19.14 18.53 19.34 18.53	12.48 12.79 14.34 15.10 14.78 14.73 14.65 15.20 14.63 15.19 14.47
Jan. 1980 Feb. Mar. Apr. May Jun. Jui. Aug. Sep. Oct. Nov. Dec.	18.81 17.71 18.35 21.07 24.01 18.24 23.14 25.35 23.39 17.44 20.22 19.34	15.44 14.13 14.61 16.60 18.57 14.02 13.40 20.56 18.62 14.04 16.13	16.59 18.38 .19.56 20.09 20.21 19.67 19.98 19.38 19.25 18.85 20.03 18.11	12.39 13.96 14.30 14.94 14.34 14.29 15.37 14.74 14.44 15.35 13.78
Jan. 1981 Feb. Mar. Apr. May Jun.	17.01 19.51 21.68 20.61 14.73 13.06	13.49 15.27 16.70 15.38 11.38	16.70 13.85 19.17 20.55 19.50 13.36	12.60 14.02 14.18 15.16 14.13 13.63



Table 5

Average Charge for Services Per Month in Terms of Allowed and Billed Charges, January 1977 - June 1981, Set I-38: Diagnostic Radiology - Chest (Professional and Technical)

=		
_	Billed Average	Allowed Average
Date	Charge	Charge
Jam. 1977	14.51	13.04
Feb.	14.48	13.20
Mar.	14.26	12.73
Apr.	13.94	12.57
May	13.87	12.58
Jun.	13.39	12.53
Jul	13.34	12.07
Aug.	13.90	12.49
Sep.	14.28	13.01
Oct.	14.34	12.95
Nov.	14.44	13.02
Dec.	14.22	12.62
Dec.	17.44	<b>.</b> ← • <b></b> ←
Jan. 1978	14.35	12.78
Feb.	13.98	12.63
Mar.	14.46	12.90
Apr.	14.95	13.37
May	15.41	13.57
Jun.	13.79	13.58
Jul.	16.66	13.57
Aug.	15.30	13.52
Sep.	14.64	13.61
Oct.	16.42	14.20
Nov.	16.73	14.28
Dec.	17.45	14.46
Dec.	17.43	T# .#G
Jan. 1979	17.18	14.07
Feb.	16.88	14.55
Mar.	17.87	14.39
ADT.	16.97	14.63
May	17.40	14.53
Jun.	18.70	14.31
Jul.	17.96	14.77
Aug.	18.54	15.36
Sep.	18.75	15.44
Oct.	18.82	15.43
Nov.	18.38	15.57
Dec.	18.88	15.06
sec.	10.00	13.00
Jan. 1980	19.42	15.30
Feb.	20.33	13.96
Mar.	21.42	17.22
Apr.	21.12	15.73
	22.04	15.97
Jun.	21.91	15.39
Jul.	22.16	17.01
Aug.	22.39	17.32
Sep.	22.74	15.08
Oct.	22.91	18.22
Nov.	23.14	18.24
Dec.	23.13	18.25
Jan. 1981	23.04	18.12
Feb.	23.32	18.19
Mar.	24.39	13.63
Apr.	23.98	18.37
May	23.15	13.08
Jun.	24.49	13.37



Table 7

Frequency of Services Per Month, January 1977 - June 1981, Set I-32: Ocular Adnexa - Eyelids

Date	Frequency of Service
Jan. 1977	9
Feb.	ă
Mar.	9
Apr.	14
May	18
Jun.	2 <u>1</u> 17
Jul.	20
Aug. Sep.	18
0ct.	14
Nov.	16
Dec.	23
Jan. 1978	72
Feb.	13
Mar.	14
Apr.	14
May	16
Jum.	19
Jul.	9 13
Aug. Sep.	14
0cs.	24
Nov.	12
Dec.	26
Jan. 1979	16
Feb.	13
Mar.	22
Apr.	23
May	61
Jun.	43 22
Jul. Aug.	31
Sep.	22
Oct.	24
Nov.	25
Dec.	21
Jan. 1980	23
Feb.	20
Mar.	13
Apr.	53
May Jun.	22 19
Jun.	21
Aug.	1.5
Sep.	24
Oct.	20
%ov.	20 17
Dec.	27
Jan. 1981	<del>5</del> 4
Feb.	27
Mar.	23
Apr.	22
May Jun.	23 21 22 14
Jun.	••



Table 8

Average Charge for Services Per Month in Terms of Allowed and Billed Charges, January 1977 - June 1981, Set I-50: Laboratory and Pathology - Anacomic Pathology -Cytopathology and Cytogenetic Studies (Professional and Technical)

Dace	Billed Average Charge	Allowed Average Charge
Jan. 1977	6.41	5.18
Feb.	5.35	5.57
Mar.	6.13	5.55
Aor.	6.72	5.84
May	6.45	5.60
Jum.	8.31	6.24
Jul.	7.07	5.73
Aug.	6.75	5.68
Sep.	6.37	5.63
Oct.	6.93	5.70
%ov.	7.06	5.75
Dec.	5.77	5.90
Jan. 1978	7.10	5.71
Feb.	5.90	5.03
Mar.	7.63	6.01
Apr.	6.29	5.21
May	9.88	7.36
Jun.	7.03	5.33
Jul.	3.34	5.89
Aug.	11.72	9.09
Sep.	9.93	7.72
Oct.	10.11	7.10
Nov.	10.06	7.23
Dec.	12.74	9.39
Jan. 1979	8.60	6.48
	7.11	
Feb.		3.30
Mar.	6.68	3.34
Apr.	10.58	6.17
May	9.18	5.12
Jun.	8.59	4.97
Jul.	8.10	5.36
Aug.	11.99	9.32
Sep.	12.52	10.15
0c=.	3.31	5.06
Nov.	11.36	3.50
Dec.	7.59	5.25
Jan. 1980	7.58	5.05
Feb.	9.32	6.37
Mar.	3.31	5.57
Apr.	÷.98	5.01
May	3.37	4.78
Jun.	9.52	5.30
Jul.	11.91	3.49
Aug.	14.63	12.40
Sep.	31.21	24.55
0c:.	27.37	21.32
Nov.	17.34	12.17
Jec.	14.55	11.35
Jan. 1981	9.61	5.91
Feb.	8.12	5.36
Mar.	11.33	9.54
Apr.	10.66	7.33
Мау	15.40	14.04
Jun.	10.14	7.41



Table 9

Frequency of Services Per Month, January 1977 - June 1981, Set 1-64: Preventive Health Care

Jan. 1977 — Feb	Date	Fraquency of Service
Feb. Mar. Apr. May Jun. Jul. Aug. Sep. Oct. May Jun. Jul. Sep. Oct. Mov. May Jun. Jul. Aug. Sep. Oct. Mov. Dec. Sep. Oct. Mov. Dec. Sep. Oct. Mov. Dec. Sep. Oct. May Jun. Jul. Aug. Sep. Oct. May Jun. Jul. Aug. Sep. Oct. Mov. Dec. Sep. Oct. May Sep. Oct. Mov. Dec. Sep.	Jan. 1977	
Mar. Apr. May  May  Jun  Jul. Aug  Sep  Oct  Nov  Apr  Apr  May  Jun  Jun  May  May  Jun  May  Jul  Mar  Apr  May  Jun  Jun  Jun  Jun  Jun  Jun  Jun  Jun  May  Jun  Jun.		-
Apr. — May — — — May — — — — — — — — — — — — — — — — — — —		
May       —         Jun.       —         Jul.       —         Aug.       —         Sep.       —         Occ.       —         Mar.       4         Feb.       5         Mar.       5         Apr.       15         May       9         Jum.       4         Jul.       5         Aug.       3         Sep.       3         Oct.       4         Nov.       6         Dec.       5         Jan.       1979         Feb.       4         May       13         Jun.       11         Jul.       10         Aug.       11         Sep.       10         Oct.       6         Nov.       2         Dec.       5         Jun.       1         Jul.       4         Apr.       3         Apr.       3         May       5         Jun.       1         Jul.       4         Apr.       3		
Jun. Jul. Aug. Sep. Oct. Nov. 4 Dec. 3  Jan. 1978 Feb. 6 Mar. 5 Apr. 115 May 9 Jum. 4 Jul. 5 Aug. 3 Sep. Oct. 4 Nov. 6 Dec. 5  Jan. 1979 2 Feb. 4 Mar. 2 Apr. 2 May 113 Jun. 111 Jul. 100 Aug. 11 Sep. 100 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 Feb. 1 Mar. 3 Apr. 5 Jun. Jul. Aug. 5 Jun. Jul. Aug Aug	May	_
Jul. Aug. Sep. Occ. Mov. Dec. 3  Jan. 1978 Feb. 5 Apr. 15 May 9 Jun. Jul. Aug. 3 Sep. Oct. Mov. 6 Dec. 5  Jan. 1979 Feb. 4 Mar. 2 Apr. 2 Apr. 2 May 113 Jun. Jul. Jul. Jul. Jul. Jul. Sep. Oct. Mov. 2 Dec. 5  Jan. 1980 Feb. Mar. 3 Apr. 4 Apr. 3 Apr. 3 Apr. 4 Apr. 4 Apr. 5 Sep. Oct. Nov. Dec.  Jan. 1981 Feb. Mar. Apr. Apr. Apr. Apr. Apr. Apr. Apr. Ap		-
Aug.       —         Sep.       —         Occ.       —         Nov.       4         Dec.       3         Jan.       1978         Feb.       6         Mar.       5         Apr.       1.5         May       9         Jun.       4         Jul.       5         Aug.       3         Sep.       8         Oct.       4         Nov.       6         Dec.       5         Jan.       1979       2         Feb.       4         Mar.       2         Apr.       2         May       13         Jun.       11         Jul.       10         Aug.       11         Sep.       10         Oct.       1         Nov.       2         Dec.       5         Jan.       1980         Feb.       1         May       3         Jun.       1         Jul.       1         Apr.       1         May       1		-
Sep. Occ.		<del>-</del>
Oct. Mov. Dec.  3  Jan. 1978 Feb. 6  Mar. 5  Apr. 15  May 9  Jum. 4  Jul. 5  Aug. 5  Sep. 0ct. 4  Nov. 6  Dec. 5  Jan. 1979 Feb. 4  Mar. 2  Apr. 2  Apr. 2  May 13  Jun. 11  Jul. 3  Jun. 11  Jul. 4  Jul. 4  Aug. 5  Sep. 10  Oct. Nov. 2  Dec. 5  Jan. 1980 Feb. 4  Feb. Mar. 3  Apr. 4  Jul. 4  Jul	Sep.	_
Dec.       3         Jan. 1978       4         Feb.       5         Mar.       5         Apr.       15         May       9         Jun.       4         Jul.       5         Aug.       3         Sep.       3         Oct.       4         Nov.       6         Dec.       5         Jan.       1979         Feb.       4         Mar.       2         May       13         Jun.       11         Jul.       10         Aug.       1         Sep.       10         Oct.       6         Nov.       2         Dec.       5         Jun.       1         Jun.       1 <tr< td=""><td>Ocs.</td><td><del>-</del></td></tr<>	Ocs.	<del>-</del>
Jan. 1978       4         Feb.       5         Mar.       5         Apr.       15         May       9         Jun.       4         Jul.       5         Aug.       3         Sep.       8         Oct.       4         Nov.       6         Dec.       5         Jan. 1979       2         Feb.       4         Mar.       2         Apr.       2         May       13         Jun.       11         Jul.       10         Aug.       1         Sep.       0         Oct.       0         May       5         Jul.       1         Aug.       1         Sep.       0         Oct.       0         Mov.       0         Dec.       0         Jan. 1981       0         Feb.       0         Mar.       0         Mar.       0         Jul.       0         Jul.       0         Jul.       0	Nov.	4
Feb. 6 Mar. 5 Apr. 15 May 9 Jun. 4 Jul. 5 Aug. 3 Sep. 8 Oct. 4 Nov. 6 Dec. 5  Jan. 1979 2 Feb. 4 Mar. 2 Apr. 2 May 13 Jun. 11 Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 May 5 Jun. 1 Jul. 1 J	Dec.	3
Mar. 5 Apr. 15 May 9 Jun. 4 Jul. 5 Aug. 3 Sep. 8 Oct. 4 Nov. 6 Dec. 5  Jan. 1979 2 Feb. 4 Mar. 2 Apr. 2 May 13 Jun. 11 Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 May 5 Jun. 1 Jul. 4 Jul. 4 Jul. 4 Jul. 5 Jul. 5 Jul. 5 Jul. 5 Jul. 5 Jul. 6 Nov. 5 Jul. 7 J	Jan. 1978	
Apr. 15 May 9 Jum. 4 Jul. 5 Aug. 3 Sep. 8 Oct. 4 Nov. 6 Dec. 5  Jan. 1979 2 Feb. 4 Mar. 2 Apr. 2 May 13 Jum. 11 Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 Apr. 3 May 5 Jum. 1 Jul Jum. 1 Jul May 5 Jum. 1 Jul May 7 Jum. 1 Jul. 1 Ju		5
May Jun.  Jul.  Aug.  Sep.  Oct.  Nov.  Dec.  Jan. 1979  Feb.  Mar.  Apr.  May  Jun.  Jul.  Lo  Aug.  Sep.  Oct.  Nov.  Dec.  Jan. 1980  Feb.  Jan. 1980  Feb.  Jan. 1980  Jan.  Jun.  Jun		5
Jum. 4 Jul. 5 Aug. 3 Sep. 8 Oct. 4 Nov. 6 Dec. 5  Jan. 1979 2 Feb. 4 Mar. 2 Apr. 2 May 13 Jum. 11 Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 May 5 Jum. 1 Jul. 4 Jul. 4 Jul. 4 Jul. 4 Jul. 5 Aug. 5 Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 May 5 Jum. 1 Jul. 4 Aug. 5 Sep. 0 Cott. 6 Nov. 0 Dec. 7  Jan. 1981	Apr.	15
Dec.       5         Jan. 1979       2         Feb.       4         Mar.       2         Apr.       2         May       13         Jun.       11         Jul.       10         Aug.       11         Sep.       10         Oct.       6         Nov.       2         Dec.       5         Jan.       1980         Feb.       1         Mar.       3         Apr.       3         May       5         Jun.       1         Jun.       1         Jan.       1981         Feb.       -         Mar.       -         Apr.       -         Mar.       -         Apr.       -         May       -	May	9
Dec.       5         Jan. 1979       2         Feb.       4         Mar.       2         Apr.       2         May       13         Jun.       11         Jul.       10         Aug.       11         Sep.       10         Oct.       6         Nov.       2         Dec.       5         Jan.       1980         Feb.       1         Mar.       3         Apr.       3         May       5         Jun.       1         Jun.       1         Jan.       1981         Feb.       -         Mar.       -         Apr.       -         Mar.       -         Apr.       -         May       -		4
Dec.       5         Jan. 1979       2         Feb.       4         Mar.       2         Apr.       2         May       13         Jun.       11         Jul.       10         Aug.       11         Sep.       10         Oct.       6         Nov.       2         Dec.       5         Jan.       1980         Feb.       1         Mar.       3         Apr.       3         May       5         Jun.       1         Jun.       1         Jan.       1981         Feb.       -         Mar.       -         Apr.       -         Mar.       -         Apr.       -         May       -		5
Dec.       5         Jan. 1979       2         Feb.       4         Mar.       2         Apr.       2         May       13         Jun.       11         Jul.       10         Aug.       11         Sep.       10         Oct.       6         Nov.       2         Dec.       5         Jan.       1980         Feb.       1         Mar.       3         Apr.       3         May       5         Jun.       1         Jun.       1         Jan.       1981         Feb.       -         Mar.       -         Apr.       -         Mar.       -         Apr.       -         May       -	Aug.	3
Dec.       5         Jan. 1979       2         Feb.       4         Mar.       2         Apr.       2         May       13         Jun.       11         Jul.       10         Aug.       11         Sep.       10         Oct.       6         Nov.       2         Dec.       5         Jan.       1980         Feb.       1         Mar.       3         Apr.       3         May       5         Jun.       1         Jun.       1         Jan.       1981         Feb.       -         Mar.       -         Apr.       -         Mar.       -         Apr.       -         May       -		8
Dec.       5         Jan. 1979       2         Feb.       4         Mar.       2         Apr.       2         May       13         Jun.       11         Jul.       10         Aug.       11         Sep.       10         Oct.       6         Nov.       2         Dec.       5         Jan.       1980         Feb.       1         Mar.       3         Apr.       3         May       5         Jun.       1         Jun.       1         Jan.       1981         Feb.       -         Mar.       -         Apr.       -         Mar.       -         Apr.       -         May       -		4
Jan. 1979 Feb. 4 Mar. 2 Apr. 2 May 13 Jun. 11 Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 Feb. 1 Mar. 3 Apr. 3 May 5 Jun. 1 Jul. 4 Aug. 5 Eep. 0 Cot. 6 Mov. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 May 5 Jun. 1 Jul. 4 Aug. 5 Eep. 0 Cot. 6 Mov. 6  Jan. 1981 6 Feb. 7  May 7  Jan. 1981 7 Feb. 7  May 7  Jan. 1981		6
Feb. 4  Mar. 2  Apr. 2  May 13  Jum. 11  Jul. 10  Aug. 11  Sep. 10  Oct. 6  Nov. 2  Dec. 5  Jan. 1980 4  Feb. 1  Mar. 3  Apr. 3  May 5  Jum. 1  Jul. 4  Aug. 5  Pec. 5  Jan. 1981 —  Mar. Apr. 4  Jan. 1981 —  May 5  Jan. 1981 —  May 6  May 7  Jan. 1981 —  May 7	Dec.	5
Jum. 11 Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 May 5 Jum. 1 Jul. — Aug. 5 Sep. Oct. — Nov. — Dec. — Jan. 1981 — Feb. Mar. Apr. — May —		2
Jum. 11 Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 May 5 Jum. 1 Jul. — Aug. 5 Sep. Oct. — Nov. — Dec. — Jan. 1981 — Feb. Mar. Apr. — May —		4
Jum. 11 Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 May 5 Jum. 1 Jul. — Aug. 5 Sep. Oct. — Nov. — Dec. — Jan. 1981 — Feb. Mar. Apr. — May —		2
Jum. 11 Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 May 5 Jum. 1 Jul. — Aug. 5 Sep. Oct. — Nov. — Dec. — Jan. 1981 — Feb. Mar. Apr. — May —		2
Jul. 10 Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 Jun. 1 Jul. — Aug. 5 Sep. Oct. — Nov. — Dec. — Jan. 1981 — Feb. Mar. Apr. — May —		
Aug. 11 Sep. 10 Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 Apr. 3 May 5 Jun. 1 Jul. — Aug. — Sep. Oct. — Nov. — Dec. — Jan. 1981 — Feb. Mar. Apr. — May —		
Sep.       10         Oct.       6         Nov.       2         Dec.       5         Jan.       1980         Feb.       1         Mar.       3         Apr.       3         May       5         Jun.       1         Jul.       -         Aug.       -         Sep.       -         Oct.       -         Nov.       -         Dec.       -         Jan.       1981         Feb.       -         Mar.       -         Apr.       -         May       -		
Oct. 6 Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 May 5 Jun. 1 Jul. — Aug. — Sep. — Oct. — Mov. — Dec. —  Jan. 1981 — Feb. — Mar. Apr. — May —		
Nov. 2 Dec. 5  Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 May 5 Jun. 1 Jul. — Aug. — Sep. — Oct. — Nov. — Dec. —  Jan. 1981 — Feb. — Mar. — May —		
Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 May 5 Jun. 1 Jul. — Aug. — Oct. — Nov. — Dec. — Jan. 1981 — Feb. — Mar. — Apr. — May — May — May —		6
Jan. 1980 4 Feb. 1 Mar. 3 Apr. 3 May 5 Jun. 1 Jul. — Aug. — Oct. — Nov. — Dec. — Jan. 1981 — Feb. — Mar. — Apr. — May — May — May —		2
Feb. 1 Mar. 3 Apr. 3 May 5 Jun. 1 Jul. — Aug. — Sep. — Oct. — Nov. — Dec. —  Jan. 1981 — Feb. — Mar. — Apr. — May —	Dec.	\$
Jul. — Aug. — — — — — — — — — — — — — — — — — — —		
Jul. — Aug. — — — — — — — — — — — — — — — — — — —		1.
Jul. — Aug. — — — — — — — — — — — — — — — — — — —		3
Jul. — Aug. — — — — — — — — — — — — — — — — — — —	•	3
Jul. — Aug. — — — — — — — — — — — — — — — — — — —		<b>3</b>
Jan. 1981 — Feb. — Mar. — Apr. — May —		
Jan. 1981 — Feb. — Mar. — Apr. — May —		-
Jan. 1981 — Feb. — Mar. — Apr. — May —	Aug.	-
Jan. 1981 — Feb. — Mar. — Apr. — May —		
Jan. 1981 — Feb. — Mar. — Apr. — May —		
Jan. 1981 — Feb. — Mar. — Apr. — May — Jun. —		
Feb. — — — — — — — — — — — — — — — — — — —	Jan. 1981	_
Mar. — — — — — — — — — — — — — — — — — — —		
Apr. — May — Jun. —		_
May — Jun. —		_
Jun. —		_
		_



Table 10

Average Charge for Services Per Month in Terms of Allowed and Billed Charges, January 1977 - June 1981, Set I-24: Maternity Care and Delivery (Including Removal of Hydatidiform Male)

Date	=	3illed Average Charge	Allowed Average Charge
Valle		Charge	CHARGE
Jam. 1977		-	
Feb.			
Mar.		-	-
Apr.		-	-
May			-
Jun.		312.50	200.00
Jul.			
Aug.		380.00	337.50
Sep.			-
Oct.		250.00	225.00
Nov. Dec.		<del></del>	_
nec.		_	_
Jan. 1978			•
Feb.			- COMMITTED
Mar.		400.00	350.00
Apr.		-	NOME
May		195.00	195.00
Jun.		-	-
Jul.		****	-
Aug.		-	
Sep.		-	
Oct.		250.00	250.00
Nov.		262.50	255.00
Dec.		260.00	243.50
Jan. 1979		300.00	300.00
Feb.		375.00	325.00
Mar.		425.00	325.00
Apr.		387.50	350.00
May		192.50	192.50
Jun.		52.30	45.00
Jul.		194.00	180.50
Aug.		355.14	293.19
Sep.		450.00	450.00
Oct.		14.00	12.00
Nov.		375.00	325.00
Dec.		129.66	129.00
		212.22	227 44
Jan. 1980 Feb.		210.00	207.66 450.00
seb. Mar.		475.00 500.00	400.00
Apr.		143.46	127.36
yay		143.40	
Jun.		425.00	300.00
Jul.		362.30	312.50
Aug.		650. <b>0</b> 0	500.00
Sep.		750.30	600.00
Oct.		350.30	280.00
Nov.		11.00	9.30
Dec.		252.50	147.00
1001			
Jan. 1981		_	<del>-</del>
Feb. Mar.		_	_
Apr.		130.00	63.00
May		650.00	575.00
Jun.		475.00	432.00
·			22.33



Table 11

Frequency of Services Per Month, January 1977 - June 1981, Set I-67: Dialysis - Hemodialysis

Date	Frequency of Service
Jan. 1977	13
Feb.	6
Mar.	á
Apr.	36
May	7
Jun.	19
Jul.	55
Aug.	13
Sep.	22
0cz.	13
Nov. Dec.	3 <u>11</u>
Dec.	••
Jan. 1978	5
Feb.	12
Mar.	56
Apr.	11
May	47
Jum.	30
Jul.	19
Aug.	23
Sep.	19
Oct. Nov.	10 36
Dec.	32
nec.	34
Jan. 1979	34
Feb.	23
Mar.	106
Apr.	21
May	22
Jun.	22
Jul.	41
Aug.	112 36
Sep. Oct.	21
Nov.	42
Dec.	43
Jan. 1980	116
Feb.	47
Mar.	49
Apr.	7 <del>.</del>
May Jun.	96 43
Jul.	45
Aug.	45 47
Sep.	30
Cct.	315
Nov.	23
Dec.	50
Jan. 1981	<u>4 [</u>
Feb.	7.F
Mar.	103
Apr.	42
May	40
Jum.	40





